# **RIG SKID**

Form 3160-3 FORM APPROVED (August 1999) OMB No. 1004-0136 **UNITED STATES** Expires November 30, 2000 DEPARTMENT OF THE INTERIOR 5. Lease Serial No. BUREAU OF LAND MANAGEMENT 14-20-H62-3894 6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER **UINTAH & OURAY** 7. If Unit or CA Agreement, Name and No. 1a. Type of Work: DRILL REENTER UTU-080491-84C725 8. Lease Name and Well No. b. Type of Well; Oil Well **X** Gas Well Other Single Zone Multiple Zone SANTIO 4-191X 2. Name of Operator 9. API Well No. 43-047-4040 6 KERR McGEE OIL & GAS ONSHORE LP 3A. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 1368 SOUTH 1200 EAST VERNAL, UT 84078 (435) 781-7003 NATURAL BUTTES 4. Location of Well (Report location clearly and in accordance with any State requirements.\*) 11. Sec., T., R., M., or Blk, and Survey or Area NWNW, 494' FNL 609' FWL 622512X 40.670877 At surface SEC 4-T9S-R21E 109.563338 At proposed prod. Zone 14. Distance in miles and direction from nearest town or post office 12. County or Parish 13. State 6.8 MILES SOUTHEAST OF OURAY, UTAH **UINTAH** UTAH Distance from proposed 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any) 494' 79.6 79.6 Distance from proposed location\* to nearest well, drilling, completed, applied for, on this lease, ft. 19. Proposed Depth 20. BLM/BIA Bond No. on file REFER TO 10,900 **BIA #RLB0005239** TOPO C 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start\* 23. Estimated duration 4672' UNGRADED GL ASAP TO BE DETERMINED 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form: 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO shall be filed with the appropriate Forest Service Office. 6. Such other site specific information and/or plans as may be required by the authorized office. 25. Sign Name (Printed/Typed) Date RAMEY HOOPES 10/22/2008 REGUI Name (Printed/Typed) Date BRADLEY G. HILL | 中でNVIRONMENTAL MANAGER Title

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

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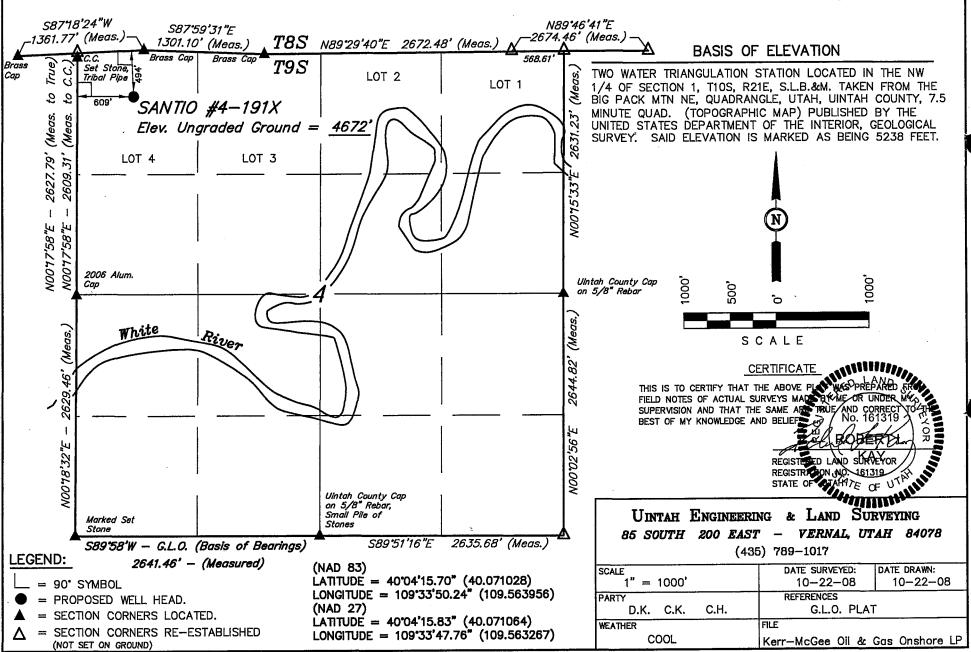
Federal Approval of this Action is Necessary

DIV. OF OIL, GAS & MINING

### Kerr-McGee Oil & Gas Onshore LP

Well location, SANTIO #4—191X, located as shown in Lot 4 of Section 4, T9S, R21E, S.L.B.&M., Uintah County, Utah.

## T9S, R21E, S.L.B.&M.



### SANTIO 4-191X NWNW SEC 4-T9S-R21E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3894

## ONSHORE ORDER NO. 1 KERR MCGEE OIL & GAS ONSHORE LP

# DRILLING PROGRAM

# Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Green River	2030'
Wasatch	5430'
Mesaverde	8590'
Total Depth	10550'

# 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
Gas Gas Water Other Minerals	Green River Wasatch Mesaverde N/A N/A	2030' 5430' 8590'

### 3. Pressure Control Equipment:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

# Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

Please refer to the attached Drilling Program.

### 5. <u>Drilling Fluids Program:</u>

Please see the Natural Buttes Unit SOP.

## 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

# 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure at 10550' TD approximately equals 6541 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 4220 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

# 8. Anticipated Starting Dates & Notification of Operations:

Please see the Natural Buttes Unit SOP.

### 9. Variances:

Please see the Natural Buttes Unit SOP.

## 10. Other Information:

Please see the Natural Buttes Unit SOP.

### SANTIO 4-191X NWNW SEC 4-T9S-R21E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3894

### ONSHORE ORDER NO. 1

# MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the SANTIO 4-191 on 4/4/01. In attendance at the inspection were the following individuals:

Carroll Estes

Kerr-McGee Oil & Gas Onshore LP

Greg Darlington

Bureau of Land Management

Don Allred

Uintah Engineering & Land Surveying

Jared Thompson

Uintah Engineering & Land Surveying

Jim Justice

J&L Oilfield Service

Robert Murray

Craig's Roustabout Service

Carroll Wilson

Kerr-McGee Oil & Gas Onshore LP

Alvin Ignacio

Ute Tribe

Manuel Myore LuAna Thompson Bureau of Indian Affairs Bureau of Indian Affairs

Clay Einerson

Kerr-McGee Oil & Gas Onshore LP

#### Existing Roads: 1.

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### Planned Access Roads: 2.

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Refer to Topo Map B for the location of the proposed access road.

#### Location of Existing Wells Within a 1-Mile Radius 3.

Please refer to Topo Map C.

#### Location of Existing & Proposed Facilities 4.

Please see the Natural Buttes Unit SOP.

Refer to Topo Map D for the location of the proposed pipeline.

If Questar's pipeline is still in place, it shall be wrapped and buried, as discussed during the onsite inspection.

The trenching of the pipeline shall be monitored by a qualified Archaeologist and a Tribal Technician, as discussed during the onsite inspection.

## Location and Type of Water Supply:

Please see the Natural Buttes Unit SOP.

### 6. Source of Construction Materials:

Please see the Natural Buttes Unit SOP.

### 7. Methods of Handling Waste Materials

Please see the Natural Buttes Unit SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec 5-T9S-R22E, NBU #159, Sec 35-T9S-R21E, Ace Oilfield Sec 2-T6S-R20E, MC & MC Sec 12-T6S-R19E, (Requests in lieu of filing Form 3160-5 after initial production).

### 8. Ancillary Facilities

Please see the Natural Buttes Unit SOP.

# 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Culvert(s) are to be installed as needed.

A run off diversion for drainage will be constructed as needed.

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

The reserve pit will be lined. When the reserve pit is closed, the pit liner will be buried below plow depth.

The drainage shall be diverted around the reserve pit as discussed during the onsite inspection.

# 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes Unit SOP.

#### 11. Surface Ownership:

Ute Indian Tribe P.O. Box 70 Fort Duchesne, Utah 84026 (435)-722-5141

#### 12. Other Information:

A Class III archaeological survey has been conducted for this location and submitted to the Ute Indian Tribe prior to the on-site.

# 13. <u>Lessee's or Operators's Representative & Certification:</u>

Debra Domenici Administrative Assistant Kerr-McGee Oil & Gas Onshore LP P.O. Box 1148 Vernal, UT 84078 (435) 781-7060 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP P.O. Box 1148 Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted Upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by Kerr-McGee Oil & Gas Onshore LP Bond #N-2115, BLM Nationwide Bond # CO-1203, and BIA Nationwide Bond # RLB0005239.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Debra Domenici

Debra Domenici

2/3/06

Date

10-21-2008



#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

170 South 500 East

VERNAL, UT 84078

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr-McGee Oil & Gas Onshore, LP Location: NWNW, Sec. 4, T9S, R21E Well No: Santio 4-191 Lease No: 14-20-H62-3894 API No: 43-047-37733 Agreement: UTU-08049I-84C725

Petroleum Engineer: Office: 435-781-4490 Cell: 435-828-4470 Matt Baker Petroleum Engineer: Office: 435-781-4432 Cell: 435-828-7875 Michael Lee Cell: 435-828-3913 Office: 435-781-4502 Supervisory Petroleum Technician: Jamie Sparger Cell: 435-828-4029 Office: 435-781-4475 Paul Buhler Environmental Scientist: Environmental Scientist: Karl Wright Office: 435-781-4484 Office: 435-781-4404 Natural Resource Specialist: Holly Villa Office: 435-781-4476 Natural Resource Specialist: Melissa Hawk Natural Resource Specialist: Charles Sharp Office: 435-781-4486 Office: 435-781-4437 Natural Resource Specialist: Scott Ackerman After Hours Contact Number: 435-781-4513 Fax: 435-781-4410

# A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a one-year period. An additional year extension may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

Location Construction
(Notify Scott Ackerman)

 Forty-Eight (48) hours prior to construction of location and access roads.

Location Completion (Notify Scott Ackerman)

- Prior to moving on the drilling rig.

Spud Notice (Notify Petroleum Engineer)

- Twenty-Four (24) hours prior to spudding the well.

Casing String & Cementing (Notify Jamie Sparger SPT)

- Twenty-Four (24) hours prior to running casing and cementing all casing strings.

BOP & Related Equipment Tests (Notify Jamie Sparger SPT)

Twenty-Four (24) hours prior to initiating pressure tests.

First Production Notice (Notify Petroleum Engineer)

- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 7 Well Name: Santio 4-191 11/2/2006

#### SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### General Conditions of Approval

- A <u>0'</u> foot corridor right-of-way shall be approved. Upon completion of each pipeline in corridor, they shall be identified and filed with the Ute Tribe.
- A qualified Archaeologist accompanied by a Tribal Technician will monitor trenching construction of pipeline.
- The Ute Tribe Energy & Minerals Department is to be notified, in writing 48 hours prior to construction of pipeline.
- Construction Notice shall be given to the department on the Ute Tribe workdays, which
  are Monday through Thursday. The Company understands that they may be
  responsible for costs incurred by the Ute Tribe after hours.
- The Company shall inform contractors to maintain construction of pipelines within the approved ROWs.
- The Company shall assure the Ute Tribe that "ALL CONTRACTORS, INCLUDING SUB-CONTRACTORS, LEASING CONTRACTORS, AND ETC." have acquired a current and valid Ute Tribal Business License and have "Access Permits" prior to construction, and will have these permits in all vehicles at all times.
- You are hereby notified that working under the "umbrella" of a company does not allow you to be in the field, and can be subject to those fines of the Ute Tribe Severance Tax Ordinance.
- Any deviation of submitted APD's and ROW applications the Companies will notify the Ute Tribe and BIA in writing and will receive written authorization of any such change with appropriate authorization.
- The Company will implement "Safety and Emergency Plan." The Company's safety director will ensure its compliance.
- All Company employees and/or authorized personnel (sub-contractors) in the field will have approved applicable APD's and/or ROW permits/authorizations on their person(s) during all phases of construction.
- All vehicular traffic, personnel movement, construction/restoration operations shall be confined to the area examined and approved, and to the existing roadways and/or evaluated access routes.
- All personnel shall refrain from collecting artifacts, any paleontological fossils, and from disturbing any significant cultural resources in the area.
- The personnel from the Ute Tribe Energy & Minerals Department shall be notified shall cultural remains from subsurface deposits be exposed or identified during construction.
   All construction will cease.

Page 3 of 7 Well Name: Santio 4-191 11/2/2006

- All mitigative stipulations contained in the Bureau of Indian Affairs Site Specific Environmental Assessment (EA) will be strictly adhered.
- Upon completion of Application for Corridor Right-Way, the company will notify the Ute Tribe Energy & Minerals Department, so that a Tribal Technician can verify Affidavit of Completion.

Page 4 of 7 Well Name: Santio 4-191 11/2/2006

#### DOWNHOLE CONDITIONS OF APPROVAL

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### SITE SPECIFIC DOWNHOLE CONDITIONS OF APPROVAL

 Surface casing cement shall be brought up to the surface. To reach the surface, operator is required to pump additional cement beyond the stated amounts of sacks in application.

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well. Any changes in operation must have prior approval from the BLM, Vernal Field Office Petroleum Engineers.
- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- Blowout prevention equipment (BOPE) will remain in use until the well is completed or abandoned. Closing unit controls must remain unobstructed and readily accessible at all times. Choke manifolds must be located outside of the rig substructure.
- All BOPE components will be inspected daily and those inspections shall be recorded in
  the daily drilling report. Components shall be operated and tested as required by
  Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE
  pressure tests must be performed by a test pump with a chart recorder and <u>NOT</u> by the
  rig pumps. Test must be reported in the driller's log.
- BOP drills must be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- The lessee/operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled and analyzed (a copy of the analyses to be submitted to the BLM Field Office in Vernal, Utah).

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- All oil and gas shows shall be adequately tested for commercial possibilities, reported, and protected.
- The lessee/operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, etc.) to Peter Sokolosky or another geologist of the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- All shows of fresh water and minerals will be reported and protected. A sample will be taken of any water flows and a water analysis furnished the BLM, Vernal Field Office. All oil and gas shows will be adequately tested for commercial possibilities, reported, and protected.
- No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in a suspended status without prior approval of the BLM, Vernal Field Office. If operations are to be suspended for more than 30 days, prior approval of the BLM, Vernal Field Office must be obtained and notification given before resumption of operations.
- Chronologic drilling progress reports must be filed directly with the BLM, Vernal Field
  Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers
  until the well is completed.
- Any change in the program must be approved by the BLM, Vernal Field Office. "Sundry Notices and Reports on Wells" (Form BLM 3160-5) must be filed for all changes of plans and other operations in accordance with 43 CFR 3162.3-2.
- Emergency approval may be obtained orally, but such approval does not waive the written report requirement. Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, will require the filing of a suitable plan pursuant to Onshore Oil & Gas Order No. 1 of 43 CFR 3164.1 and prior approval by the BLM, Vernal Field Office.
- In accordance with 43 CFR 3162.4-3, this well must be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, will be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a

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summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) will be submitted only when requested by the BLM, Vernal Field Office.

- Please submit an electronic copy of all logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM. The cement bond log must be submitted in raster format (TIF, PDF other).
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease will have prior written approval from the BLM, Vernal Field Office.
- All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.
- Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office
  Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports will be
  submitted to the BLM, Vernal Field Office. All measurement facilities will conform to the
  API standards for liquid hydrocarbons and the AGA standards for natural gas
  measurement.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM, Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- This APD is approved subject to the requirement that, shall the well be successfully completed for production, the BLM, Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - o Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - o Date well was placed in a producing status (date of first production for which royalty will be paid).
  - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and / or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.

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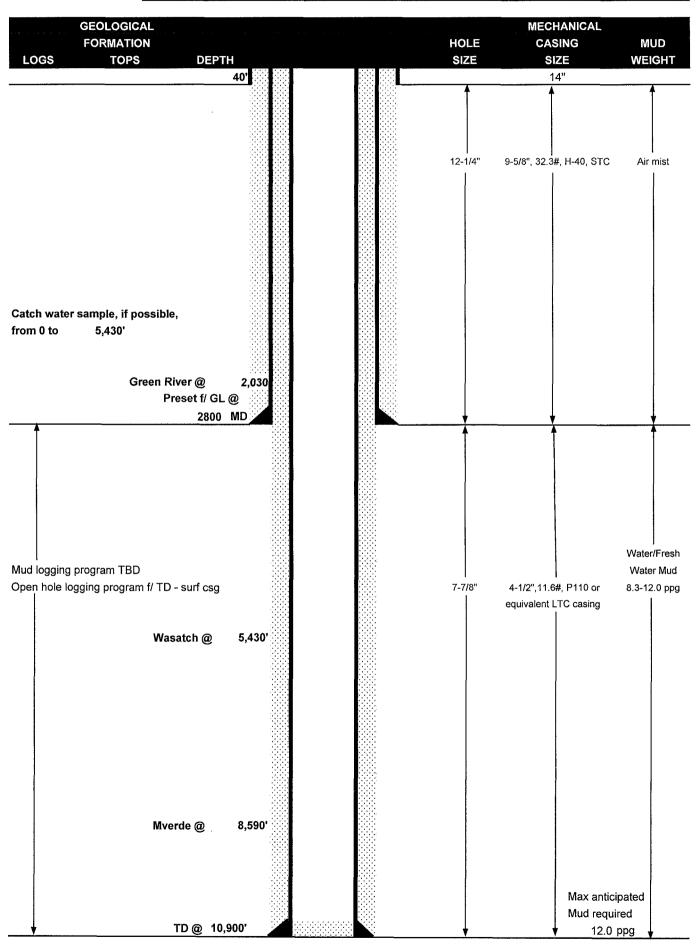
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- All measurement points shall be identified as point of sales or allocation for royalty determination prior to the installation of facilities.
- Oil and gas meters will be calibrated in place prior to any deliveries. The Field Office
  Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports will be
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  measurement.
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  - o Operator name, address, and telephone number.
  - o Well name and number.
  - o Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - o Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and / or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas will be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from Field Office Petroleum Engineers.

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- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events as defined in NTL3A, will be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

# Kerr McGee Oil and Gas Onshore LP DRILLING PROGRAM

COMPAN	YNAME	Kerr McGee C	Dil and Gas Onshore L	Р	DATE	Ocotber :	22, 2008		
WELL NA	ME	SANTIO 4-	191X		TD	10,900'	MD/TVD	_	
FIELD	Natural Butte	es	COUNTY Uintah	STATE	Utah	ELEVATION	4,672' GL	K	3 4,687'
SURFACE	LOCATION	NWNW SE	CTION 4-T9S-R21E					BHL	Straight Hole
		Latitude:	40.071028 Longit	ude: 109	.563956				
OBJECTI	VE ZONE(S)	Wasatch/N	lesaverde						
ADDITION	NAL INFO	Regulatory	Agencies: TRIBAL S	URFACE/N	/INERALS,	BLM, UTDOG	M, Tri-County Hea	alth Dep	t.



#### Kerr McGee Oil and Gas Onshore LP

#### **DRILLING PROGRAM**

#### **CASING PROGRAM**

					_			E	DESIGN FACTO	ORS
	SIZE	IN	TERV	AL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'							
		1						2270	1370	254000
SURFACE	9-5/8"	0	to	2800	32.30	H-40	STC	0.52*****	1.05	3.21
		1		i			j I	10690	7560	279000
PRODUCTION	4-1/2"	0	to	10900	11.60	P110	LTC	2.43	1.11	2.53
										i

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

12.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

4404 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

#### **CEMENT PROGRAM**

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele				
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will I	oe utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+.25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		+ .25 pps flocele				
TOP OUT CMT as required		Premium cmt + 2% CaCl	as req.		15.60	1.18
	-	·				
PRODUCTION LEAD	4,930'	Premium Lite II + 3% KCI + 0.25 pps	540	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	5,970'	50/50 Poz/G + 10% salt + 2% gel	1670	60%	14.30	1.31
		+.1% R-3	ĺ			

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### **FLOAT EQUIPMENT & CENTRALIZERS**

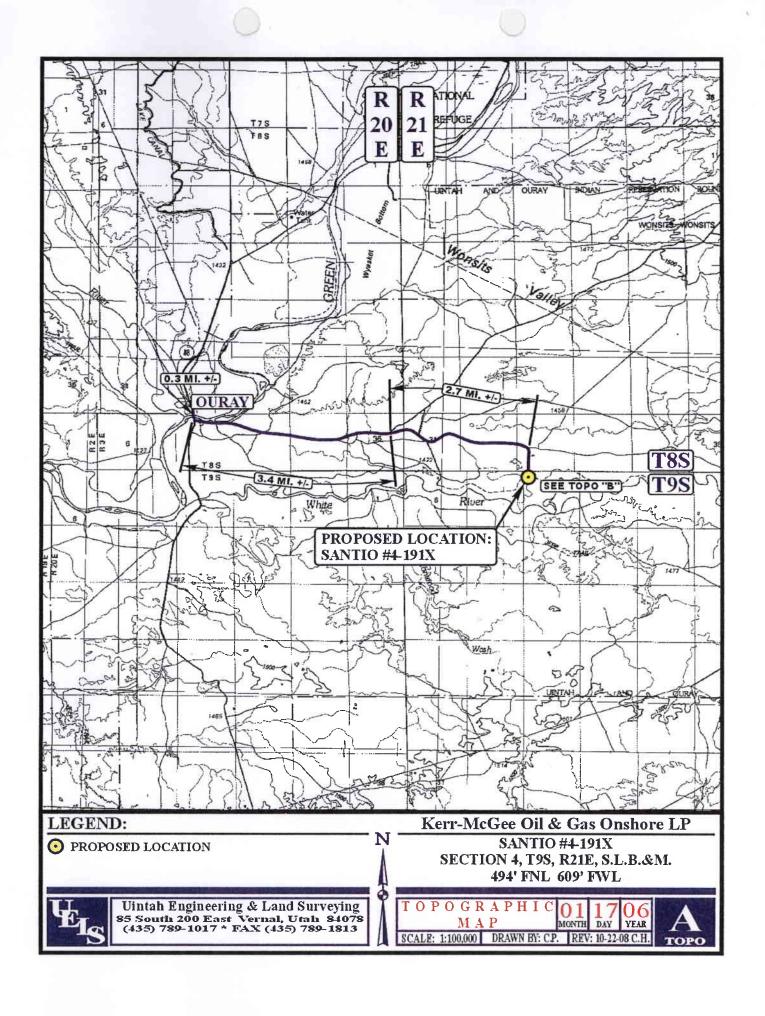
SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.

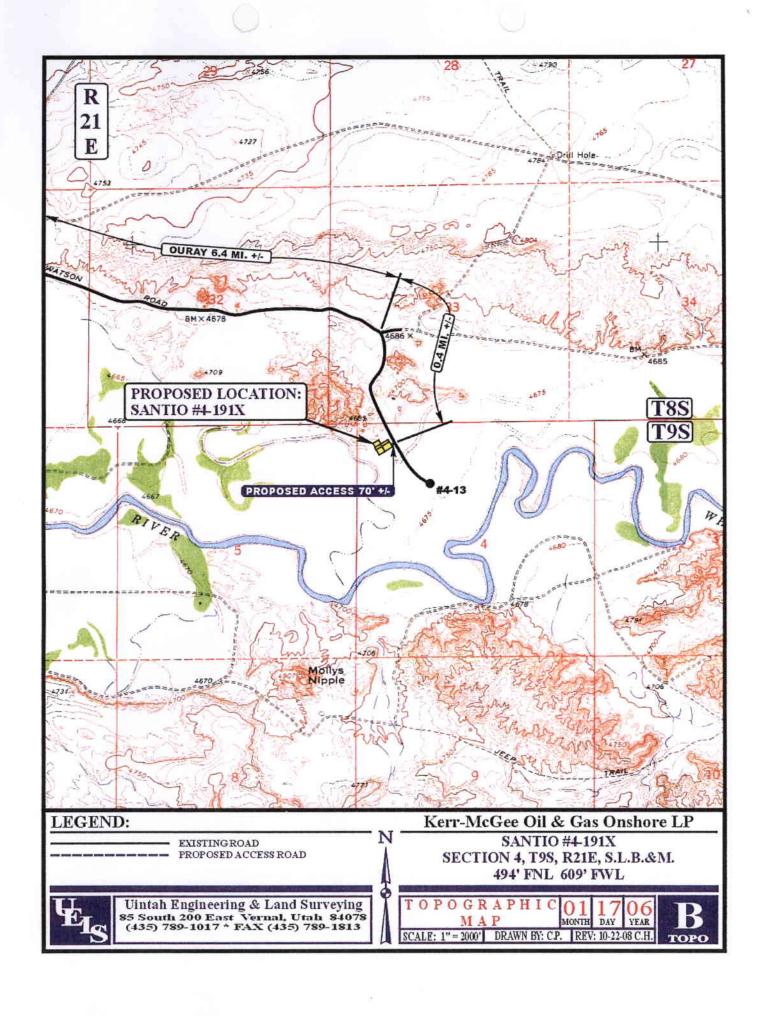
#### **ADDITION**

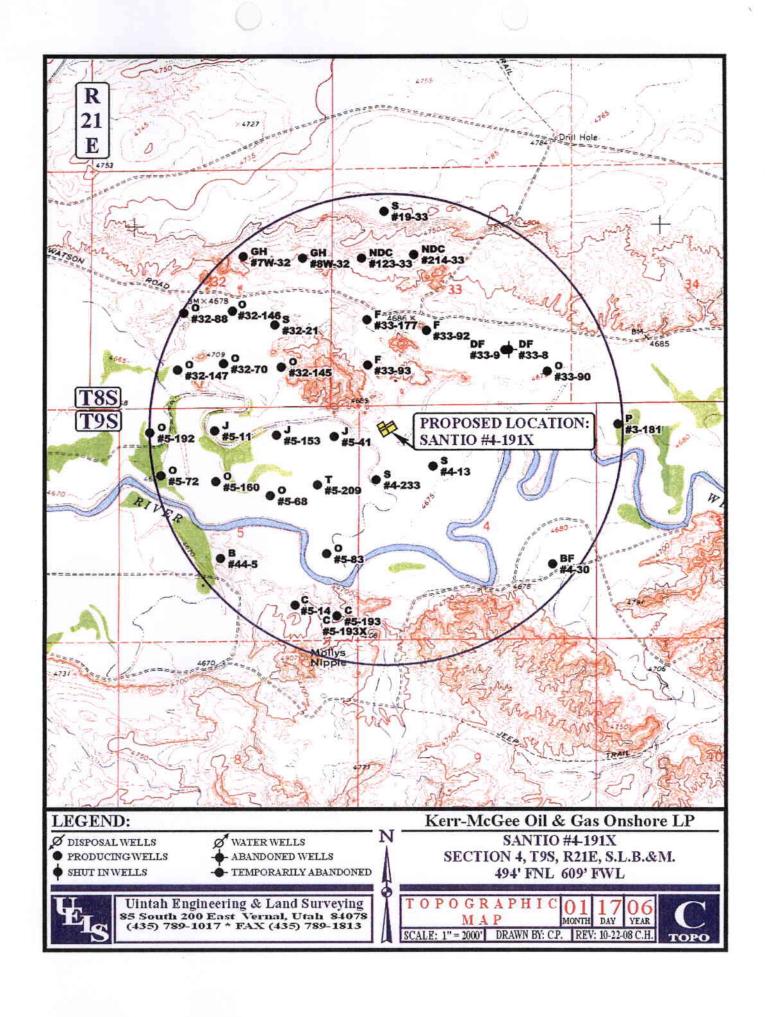
Test casing head to 750 psi after installing. Test surface casing to 1,500	) psi prior to drilling out.
BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular	to 2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Function test rams on each trip. Maintain safety valve & ins	de BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves.	
Orop Totco surveys every 2000'. Maximum allowable hole angle is 5 de	grees.
Most rigs have PVT Systems for mud monitoring. If no PVT is available,	visual monitoring will be utilized.

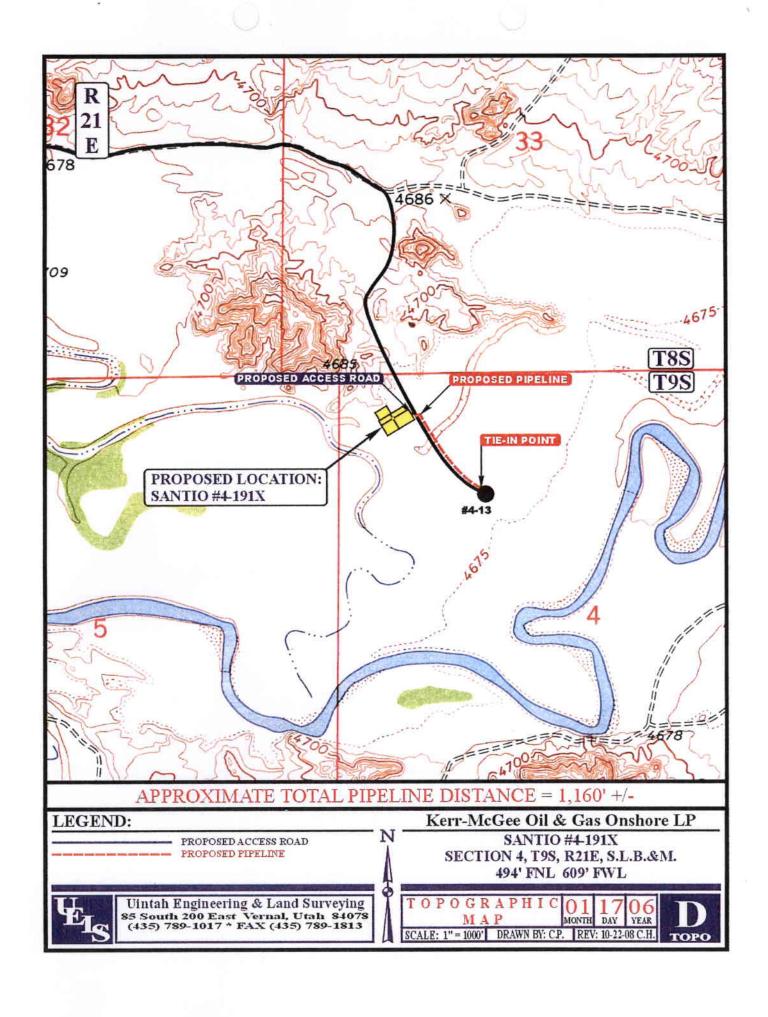
DRILLING ENGINEER:		DATE:
	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:
	Randy Bayne	

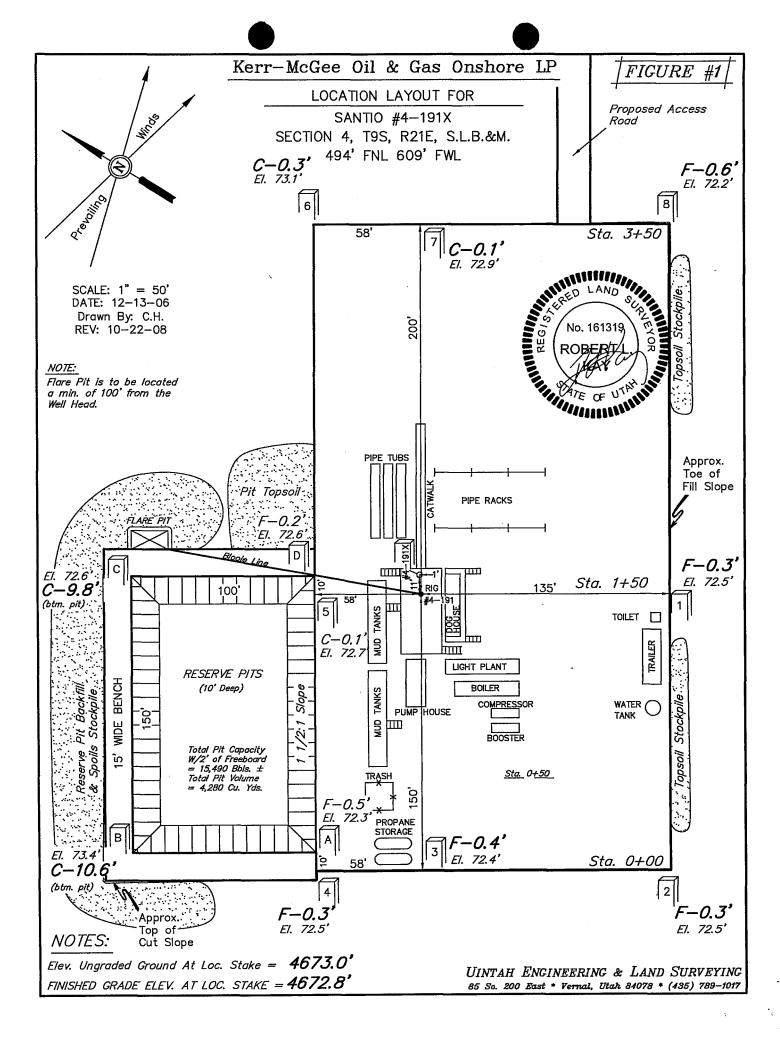
<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

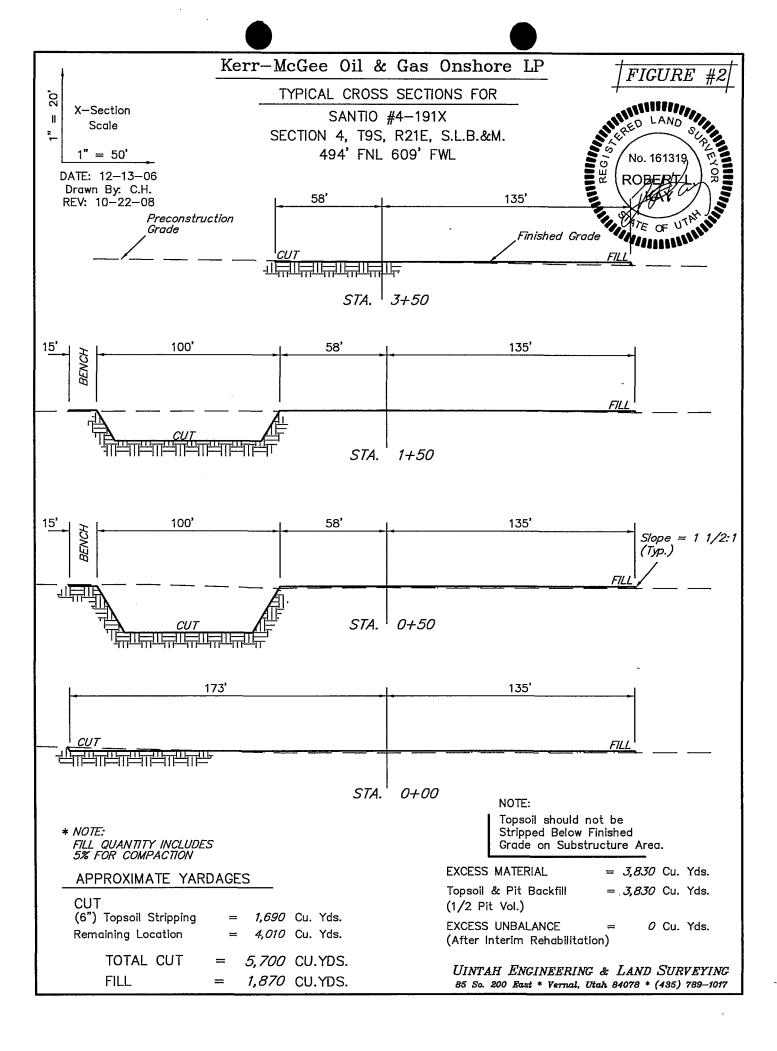




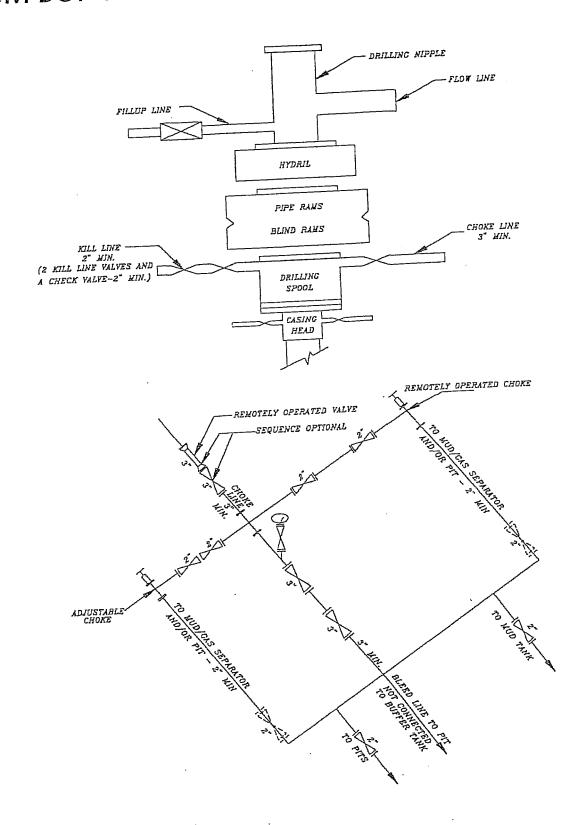








# 5M BOP STACK and CHOKE MANIFOLD SYSTEM

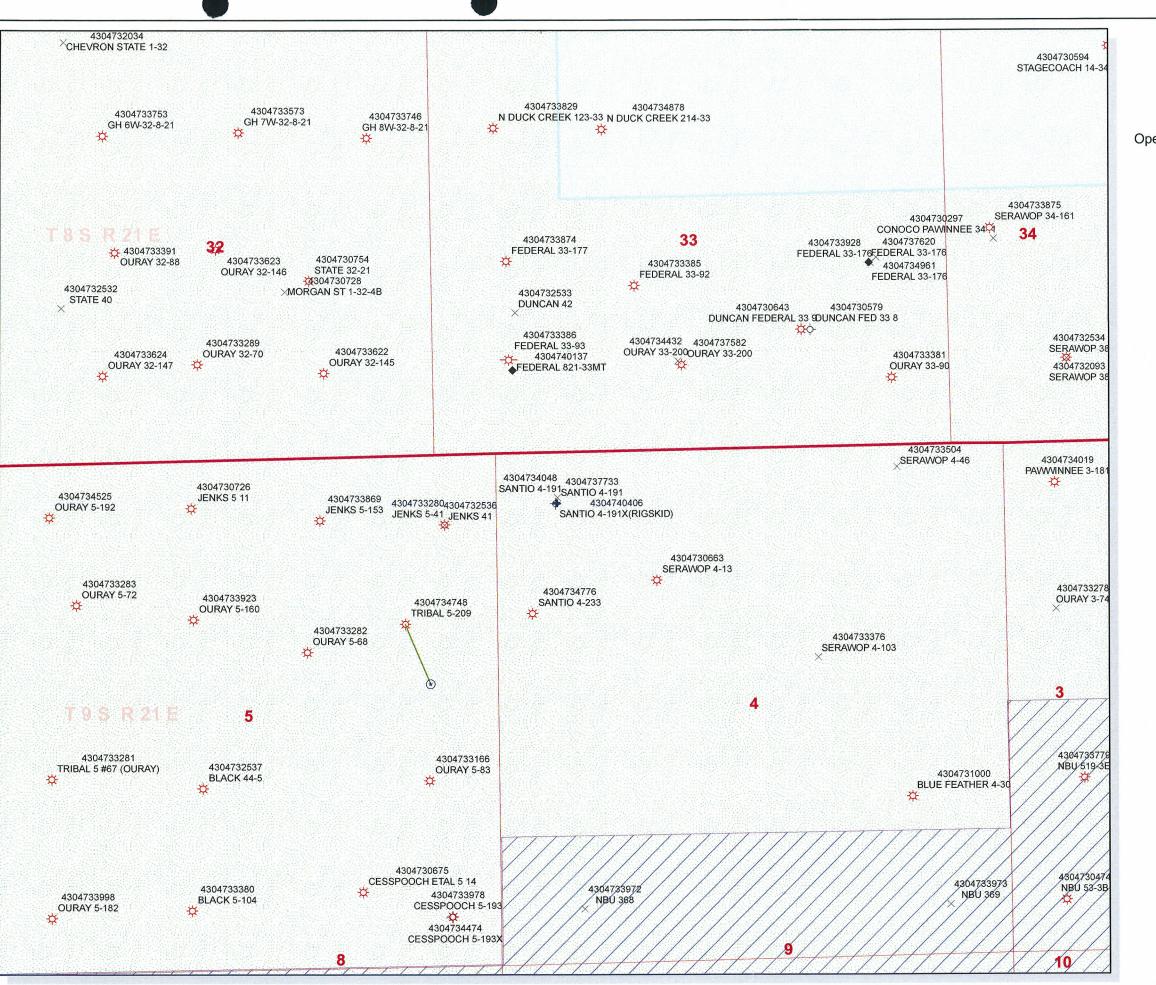




#### WORKSHEET

#### APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 10/23/2008	API NO. ASSIGNED: 43-047-40406
WELL NAME: SANTIO 4-191X(RIGSKID)  OPERATOR: KERR-MCGEE OIL & GAS ( N2995 )  CONTACT: RAMEY HOOPES	PHONE NUMBER: 435-781-7003
PROPOSED LOCATION:  NWNW 04 090S 210E	INSPECT LOCATN BY: / /
SURFACE: 0494 FNL 0609 FWL	Tech Review Initials Date
BOTTOM: 0494 FNL 0609 FWL	Engineering
COUNTY: UINTAH  LATITUDE: 40.07088 LONGITUDE: -109.5633	Geology
UTM SURF EASTINGS: 622512 NORTHINGS: 44364	03 Surface
LEASE NUMBER: 14-20-H62-3894  SURFACE OWNER: 2 - Indian	PROPOSED FORMATION: WSMVD  COALBED METHANE WELL? NO
RECEIVED AND/OR REVIEWED:	LOCATION AND SITING:
Plat	R649-2-3.
Bond: Fed[] Ind[2] Sta[] Fee[] (No. RLB0005239 )	Unit:
N Potash (Y/N)	R649-3-2. General
Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit	Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception
(No. 43-8496 )	
RDCC Review (Y/N)	Drilling Unit Board Cause No:
(Date:)  NA Fee Surf Agreement (Y/N)	Eff Date: 9-12-2002
Intent to Commingle (Y/N)	Siting: 460 Fr. ext dri Wary 9920 Fr on.
Theore to committee (1/1/	R649-3-11. Directional Drill
COMMENTS: Sop. Sop.	net file
STIPULATIONS: 1- Laux Oby 2- Oh S	gran Dirice



**API Number: 4304740406** 

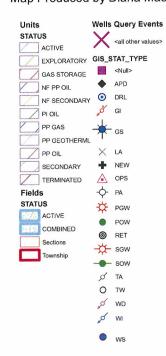
Well Name: SANTIO 4-191X(RIGSKID)

Township 09.0 S Range 21.0 E Section 04

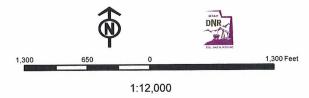
Meridian: SLBM

Operator: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Map Prepared: Map Produced by Diana Mason







# DIVISION OF OIL, GAS AND MINING

### **SPUDDING INFORMATION**

Name of Con	npany:	KERR-McG	EE OI	L & GA	S ONSH	ORE,	L.P.	<u> </u>
Well Name:		SAN	<u>NTIO 4</u>	-191X (F	RIG SKI	<b>D</b> )		
Api No:	43-047-40	406		Leas	ве Туре:_	IND	IAN	
Section 04	Township_	<b>09S</b> Rat	nge2	1EC	County	UIN	ГАН	
Drilling Con	tractor	PETE M	ARTI	N DRLG	RI_RI	[G#	BUCKET	
SPUDDE	D:							
	Date	10/21/200	08	-				
	Time	8:00 AM	Ĺ	_				
	How	DRY		_				
Drilling wi	ll Commer	nce:		· · · · · · · · · · · · · · · · · · ·		·		
Reported by	•••• • • • • • • • • • • • • • • • • •	LEV	<u>v wei</u>	LDON				
Telephone #_		(435	5) 828-	7035				
Date	10/20/08	Signe	d	CHD				

Form 3160-5 (August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR

# BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

5. Lease Serial No.

14-20-h62-3894

6. If Indian, Allottee or Tribe Name

abandoned well.	UINTAH & OURAY						
SUBMIT IN TRIPLI	7. If Unit or CA/Agreement, Name and/or No. UTU-080491-84C725						
<ol> <li>Type of Well</li> <li>Oil Well</li> <li>Same of Operator</li> </ol>	8. Well Name and No.  SANTIO 4-191X (Ry Skiel)						
KERR-McGEE OIL & GAS OF	NSHORE LP	2h Dhana Na (maluda	aina anda)	9. API Well No. 43-041-	40406		
3a. Address 1368 SOUTH 1200 EAST VE	RNAL, UT 84078	3b. Phone No. (include (435) 781-7024	area coae)	10. Field and Pool, o	or Exploratory Area		
4. Location of Well (Footage, Sec., T., 500' FNL, 600' FWL 494 NWNW, SEC.4, T9S-R21E	INDICATE NATURE C	OF NOTICE, RE	11. County or Parish, State UINTAH COUNTY, UTAH EPORT, OR OTHER DATA				
TYPE OF SUBMISSION	110114111111111111111111111111111111111		PE OF ACTION				
☐ Notice of Intent  ■ Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Reclamation Recomplete	X	Water Shut-Off Well Integrity Other WELL SPUD		
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Temporarily Water Disp	osal			
13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has							

MIRU PETE MARTIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'. RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/28 SX READY MIX.

SPUD WELL LOCATION ON 10/21/2008 AT 0800 HRS.

determined that the site is ready for final inspection.

		the state of the s	
14. I hereby certify that the foregoing is true and correct		4	
Name (Printed/Typed)	Title	LYOT	
SHEILA UPCHEGO	REGULATORY ANA	LYSI	
Signary Per VI VI NO MEDO ME	Date October 21, 2008		
THIS SPACE	FOR FEDERAL OR STATE	USE	
Approved by	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not we certify that the applicant holds legal or equitable title to those rights in the subjective which would entitle the applicant to conduct operations thereon.	ect lease		
Title 18 U.S.C. Section 1001, make it a crime for any person know	vingly and willfully to make	to any department or agency of the United	States any
tara tictitions of italianiem sixiements of tedleschizuons as to any	HIGHER WIGHT IN IGHISOLOGICH.	the state of the s	The second secon

(Instructions on reverse)

RECEIVED OCT 27 2008

C	FORM APPROVED OMB NO. 1004-0137 Exputes: November 30, 200

Form 3160- (August 199				UNIT RTMEN AU OF I		HE I	NTERI				ا د			3 % //	NO. 1 Novem	004-	0137
	WEL	L COM		N OR R					AND L	.OG	•		5. L	ease Serial	No.		
															20-H6		
1a, Type of	Well	Oil W	eil 🔀	Gas	☐ Dry	Oth	ег						6. I	Indian, A			
b. Type of (	Completion:		New New	□ v	Vork Over		Deepen	☐ Plu	g Back	Dif	f. R	esvr.			AH &	_	
			Other										7. U		-		Name and No.
2. Name of	Operator	·-····································		·				· · · · · · · · · · · · · · · · · · ·					0 ¥		08049		
z. Manie or	Ороганов	V	DD MC	GEE OII	AND	245	ามรมด	SE LE	5			ŀ	8, 1	ease Name			
3. Address		- KL	INI IVIC	GLL OII	LAND	370	ONOTIC		ne No. (ir	ıclude ar	ea c	ode)				4-1	91
	200 0011	TU 400	10 E 4 6 T	. /EDN: /	.1 1170	/n79	•		•	81-702			9. A	API Well N			10
4. Location	368 SOU	ITI 121	JU EAS I	VERNA	Cordance v	vith Fo	deral rea	jirement		01-702				4	30473	773	33
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At surface			NW	NW 500'	FNL &	600'	FWL L	AT 40.	.070859	D LON	<b>I</b> -1	09.561			OUR		
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At total dom	4 <b>h</b>													_	TAH		UTAH
At total dep 14. Date St			15. E	ate T.D. Re	ached			16. Dat	e Complet	ted			17.	Elevations		<b>ζΒ, Ι</b>	
- () - Sens - )	10/20/0	R			10/20/08	3			D&À	☐ Re	ady	to Prod.			4674.4	ľ G	L
		<del>~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~</del>	l					<u> </u>			la		<del></del>				
18. Total D	epth: MD TV		100'	19. P	lug Back T		MD TVD				2	0. Depth l	snage		MD TVD		
21. Type E			anical Log	Run (Subr	nit conv of		112			122 W	L_ 'as 13	vell cored?	□ N		Yes (Sub	mit	copy)
No Logs		1101 1110011	attion 1305	, remit (Dans	int copy of	,						ST run?			Yes (Sub		
										Di	irect	ional Surv	ey? 🗀	No [	Yes	(Sub	mit copy)
23. Casing	and Liner R	ecord (R	eport all si	rines set in	well)										·		
Hole Size			1	op (MD)	Bottom (	(MIX)	Stage Ce	menter	No. of	Sks. &	Т	Slurry Vo	1.	Cement T	`ດກ*		Amount Pulled
Hole Size	Size/Grade	W L. (#/:	11	ob (min)	Bottom	(IVII)	Dep	th	Type of	f Cement	_	(BBL)	_		υp		Allount and
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24. Tubing	Record			······································	<u> </u>		····		<u> </u>					*****			
Size	Depth Se	t (MD)	Packer De	nth (MD)	Size	•	Depth Se	t (MD)	Packer D	epth (MI	D) [	Size	;	Depth	Set (MI	)) [	Packer Set (MD)
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25. Produc	ing Interval	S					26. Perf	oration I	Record								
	Formation	n		Тор	Botto	om	Pe	rforated	Interval _		Ş	Size	No	. Holes		Рe	rf, Status
A)									_								
B)	·······························			:	: 🗘 ,		1	PA.	· ,								
<u>C)</u>					PY	#	for	-15	<b>'</b> _	_							
D)						0	/								l		
27. Acid, I			ement Squ	ieeze, Etc	M	eid	ŧ			and type o	- F N /	intanial					
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28 Produc	ction - Interv	ral A													FOIL	, GA	IS & MINING
Date First	Test	Hours	Test	Oil	Gas	Wate	r	Oil Gra	vity	Gas			Produc	tion Method	l		
Produced	Date	Tested	Production	BBL	MCF	BBL		Corr. A	PI	Gravity	'				_		_
		0	2477	Oil	Gas	Wate		Oil Gra	,	Well St	ofue		L		-R	E (	<del>SEIVED</del>
Choke Size	Tbg, Press. Flwg.	Csg. Press,	24 Hr. Rate	Oil BBL	MCF	BBL		Corr. A	-	Well St	atus						
	SI		$\rightarrow$			-									V	<u>IUV</u>	0 4 2008
28a. Produ	uction - Inte	rval B															· · · · · · · · · · · · · · · · · · ·
Date First	Test	Hours	Test	Oîl .	Gas	Wate		Oil Gra	-	Gas	,		Produc	tion Method	DIV. OF	01	L, GAS & MININ
Produced	Date	Tested	Production	BBL	MCF	BBL		Corr. A	rt,	Gravity	,						
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas	Wate	er	Oil Gra	evity	Well St	tatus		<del></del>				
Size	Flwg.	Press.	Rate	BBL	MCF	BBL	•	Corr. A	API	1		j	Of	А			
	SI	]	-	1				<u> </u>				/	1 /	/			

28b. Prod	luction - Inte	rval C						<del></del>		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Date First	Test	Hours	Test	Oil	Gas	Water	Oil Gravity	Gas Gravity	Production Method	•
Produced	Date	Tested	Production	BBL	MCF	BBL	Corr. API	1		
			<del></del>		<u> </u>		0 01	Well Status		
Choke	Tbg. Press.	Csg.	24 Hr.	Oil BBL	Gas MCF	Water BBL	Gas ; Oil Ratio	Wen beachs		
Size	Flwg, SI	Press.	Rate	DDL	INICI	1555				
		<u> </u>		1		<u> </u>				
حتمد حصيد فرحمن	fuction - Inte		IT-14	loi1	Gas	Water	Oil Gravity	Gas Gravity	Production Method	
Date First Produced	Test Date	Hours Tested	Test Production	BBL	MCF	BBL	Corr. API			
Produced	Date	restud						İ		
Choke	Tbg. Press.	Csg.	24 Hr.	Oil	Gas	Water	Gas : Oil	Well Status		
Size	Flwg.	Press.	Rate	BBL	MCF	BBL	Ratio	1		
	SI		<b>→</b>		1					
29. Disp	osition of Ga	s (Sold, use	d for fuel, 1	ented, etc.)						
		•								
30. Sum	mary of Poro	us Zones (I	nclude Aqu	ifers):				31. Formatio	n (Log) Markers	
	-	_					all deill atom			
Shov	v all importa	nt zones of	porosity and	d contents the	reor: Corea	intervals and	an drin-stein nut-in pressures			
	, including de recoveries.	epui interva	i iesieu, eus	mion uscu, th	THE STATE OFFICER?	*** Line and ar				
anu	, COUTOT 163.								·	<b></b>
<del></del>		T	Dattan		Descrint	ions, Contents,	etc.		Name	Тор
Fo	rmation	Тор	Bottom		Pescribi	,			<u> </u>	Meas, Depth
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32 Add	iitional rema	rks (include	plugging p	rocedure);						
					יישואו יחח	la rupnina f	he 14" condu	otor a 3" hv	6' long running pip	oe broke and
Un 10	ルンバスひひと	.a∠o n	UIC WAS	umicu iu i	101 , 141111 101 hata #	na hala Ti	na 14" conduc	tor was retr	ieved but a 3' niec	e of the 3"
allowe	ed the cor	nautor to	rall appr	uximateiy	IU INTO T	16 11016. II	offenness Th	no hole was	ieved but a 3' piec	nent and the rig
runnir	ng pipe co	ould not b	e recov	ered even	aπer sev	erai tisning	aucinpis. III	ie iiuie was 1 <b>v</b>	then filled with cer	noncana no ng
was n	noved 10	to start	another	location w	nich Will b	e called the	e Santio 4-19	IA.		
					and					
	cle enclosed							70° D	A Discotional Com-	T/
1.	Electrical/M	echanical L	ogs (1 full s	et req'd.)		Geologic Rep		ST Report	4. Directional Surve	У
5.	Sundry Noti	ce for plugg	ing and cer	nent verificati	ion 5.	. Core Analysis	s 7. Ot	Hel.		
					Alam to a		not on determined	rom all availab	le records (see attached in	estructions)*
36. I he	reby certify t	that the fore	going and a	ntached infon	mation is con	uhiese and com	COL AS LICITION IN THE	Upin an avangu	le records (see attached in	··/
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<b>6</b> !	metura (	MOI	10 11	DOMO	MOIM	RS	Date	11141	1000	· · · · · · · · · · · · · · · · · · ·
	nature	كلالا	10-11	YVIV	VIV V	<u> </u>				
Title 12	U.S.C. Sect	ion 1001 an	d Title 43 U	S.C. Section	1212, make it	a crime for any	y person knowingly	and willfully to	make to any department o	r agency of the United
States	any false, fic	titious or fr	audulent sta	atements or re	presentations	s as to any mati	ter within its jurisd	iction.		
		<u> </u>							ο U,	S. GPO: 1999-573-62





MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

November 5, 2008

Kerr McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078

Re:

Santio 4-191X Well, 494' FNL, 609' FWL, NW NW, Sec. 4, T. 9 South, R. 21 East,

Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-40406.

Sincerely,

Gil Hunt

**Associate Director** 

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	Kerr McGee Oil & Gas Onshore LP					
Well Name & Number	Santio 4-191X					
<b>API Number:</b> 43-047-40406						
Lease:	14-20-H62-3894					
Location: NW NW	Sec. 4	<b>T.</b> _9 South	<b>R.</b> 21 East			

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 6. All conditions of approval for the Indian Santio 4-191 apply to the Indian Santio 4-191X.

Form 3160-5 (August 1999)

#### **UNITED STATES**

#### DEPARTMENT OF THE INTERIOR

# BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an

FORM AP	PROVED						
OMB No. 1004-0135							
Expires Inove	mber 30, 2000						

 	ехр	ires J	TOVELL	ibe
Le	se Ser	ial N	o.	

14-20-H62-3894

6.	If Indian.	Allottee or	Tribe	Name

UINTAH	& O	URAY
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abandoned well. Use Form 3160-3 (APD) for such proposals.					UINTAH & OURAY		
SUBMIT IN TRIPLICATE – Other instructions on reverse side					A/Agreement, Name and/or No.		
					9-84C725		
1. Type of Well				0 77 777	137-		
Oil Well X Gas Well	Other			8. Well Name			
2. Name of Operator	VOUODE LD			9. API Well N			
KERR-McGEE OIL & GAS OI	VSHURE LP	3b. Phone No. (include	e area code)	42.0	47.40406		
3a. Address 1368 SOUTH 1200 EAST VE	RNAL, UT 84078	(435) 781-7024			Pool, or Exploratory Area		
4. Location of Well (Footage, Sec., T.,	R., M., or Survey Description)			11. County or	Parich State		
494' FNL' 609' FWL							
NWNW, SEC.4, T9S-R21E				1	OUNTY, UTAH		
12. CHECK AP	PROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, RI	EPORT, OR O	THER DATA		
TYPE OF SUBMISSION		TY	PE OF ACTION	1			
Notice of Intent	Acidize	Deepen	===	(Start/Resume)	Water Shut-Off		
<del></del>	Alter Casing	Fracture Treat	Reclamation Recomplet		Well Integrity Other SET SURFACE		
X Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon		ly Abandon	CSG		
Final Abandonment Notice	Convert to Injection	Plug Back	Water Dis				
13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 316-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.  MIRU PROPETRO AIR RIG ON 11/18/2008. DRILLED 12 1/4" SURFACE HOLE TO 2870'. RAN 9 5/8" 36#  J-55 SURFACE CSG. CMT W/270 SX PREM CLASS G @15.8 PPG 1.15 YIELD. NO RETURNS TO PIT +/- 220 PSI LIFT TOP OUT W/ 125 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN BACKSIDE.  2ND TOP OUT W/100 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN BACKSIDE GOOD CMT TO SURFACE HOLE STAYED FULL.  WORT.							
14. I hereby certify that the foregoing Name (Printed/Typed) SHEILANPCHEGO Signature	LOCHAO WA	Title REGULATOR  Date November 20,	2008	9			
	THIS SPA	CE FOR FEDERAL OR	STATE USE	Date			
Approved by		Title		Date			
Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to conduct the conduction of the	uitable title to those ngms in the	subject lease			Sal. This I States and		
Title 18 U.S.C. Section 1001, make false, fictitious or fraudulent statem	e it a crime for any person k	nowingly and willfully any matter within its juri	to make to any d sdiction.	epartment or ag	gency of the Office States any		
iaise, necitious of transuurent statem	or representations as to						

(Instructions on reverse)

**RECEIVED** NOV 2 4 2008

DIV. OF OIL, GAS & MINING

Form 3160-3 (August 1999)

#### RECEIVED VERNAL FIELD OFFICE

FORM APPROVED

OMB No. 1004-0136 Expires November 30, 2000

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

2000 (U) [ 22 PM

5. Lease Serial No.

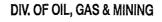
APPLICATION FOR PERMIT TO DR	RILL OR	REENTER	OF THE INTE	6. If Indian, Allottee or Tri	be Name	
1a. Type of Work: X DRILL REENTI	-		7	7. If Unit or CA Agreemer	it, Name and No.	
1a. Type of Work. A DRILL REENTI	EK	i i i i i i i i i i i i i i i i i i i		UTU-080491-84C725	<b>.</b>	
				8. Lease Name and Well N		
b. Type of Well: Oil Well 🖫 Gas Well 🔲 Other	🔲 Siı	igle Zone	Multiple Zone	SANTIO 4-191X	RigSkid	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP				9. API Well No. 43-047-40	106	
1368 SOUTH 1200 EAST VERNAL, UT 84078 (43	35) 781-7		de)	10. Field and Pool, or Expl	•	
4. Location of Well (Report location clearly and in accordance with any	State requi	rements.*)		11. Sec., T., R., M., or Blk	and Survey or Area	
At surface NWNW, 494' FNL 609' FWL Lot-4				050 4 700 0045		
At proposed prod. Zone			· · · · · · · · · · · · · · · · · · ·	SEC 4-T9S-R21E	12 State	
<ul><li>14. Distance in miles and direction from nearest town or post office*</li><li>6.8 MILES SOUTHEAST OF OURAY, UTAH</li></ul>				12. County or Parish UINTAH	13. State	
15. Distance from proposed* location to nearest  16.	No. of Ac	es in lease	17. Spacing Unit de	dicated to this well	-	
property or lease line, ft. (Also to nearest drig. unit line, if any)  79.	.6		79.6			
18. Distance from proposed location*	. Proposed	Depth	20. BLM/BIA Bond	nd No. on file		
to negreet well drilling completed. REFER IUI	,900		BIA #RLB0005	239		
	. Approxim	ate date work wil	II start*	23. Estimated duration TO BE DETERMINED		
	24. At	tachments				
The following, completed in accordance with the requirements of Onshore	e Oil and Ga	s Order No. 1, sl	nall be attached to this	form:	· · · · · · · · · · · · · · · · · · ·	
Well plat certified by a registered surveyor.	i	4. Bond to co	ver the operations un	iless covered by an existing bo	and on file (see	
2. A Drilling Plan.		Item 20 abo	=	•		
3. A Surface Use Plan (if the location is on National Forest System Lands	s, the	5. Operator ce	,			
SUPO shall be filed with the appropriate Forest Service Office.	1	•		on and/or plans as may be req	uired by the	
		authorized o	=			
25. Signature amen Though we	•	(Printed/Typed)		Date	10/22/2008	
Title Title	1.0 (1.					
REGULATORY ANALYST						
Approved by (Signapure)	Name	(Printed/Typed)		To are	73 2008	
Les Konish	1 3	JERRY KEN	icek4	, 00		
Title Assistant Field Manager	Office			TO PAGE		
Lands & Mineral Resources	<u>    i                                </u>		L FIELD OFF			
Application approval does not warrant or certify that the applicant holds le	egal or equi	table title to thos	e rights in the subject	lease which would entitle the	applicant to conduct	
operations thereon.	ONIC	COE		VAI ATTA	<u>ouen</u>	
Conditions of approval, if any, are attached.	900 8 B P			VAL ALIA	VIII	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a				ake to any department or agen	cy of the United	
States any false, fictitious or fraudulent statements or representations as to	o any mancel	within its jurisa	ICHOII.			

**RECEIVED** 

NOTICE OF APPROVAL

DEC 1 5 2008

09CS0013A





\*(Instructions on reverse)



# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Kerr-McGee Oil & Gas Onshore, LP

Location: Lease No: Lot 4, Sec. 4, T9S, R21E

Well No: Santio 4-191X Rig Skid API No: 43-047- 40406

Agreement:

14-20-H62-3894 CA UT08049I-84C725

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	James Ashley	(435) 781-4470	(435) 828-7874
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
		Fax: (435) 781-3420	

# A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

Construction Activity	<ul> <li>The Ute Tribe Energy &amp; Minerals Dept. shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday.</li> </ul>
Construction Completion	<ul> <li>Upon completion of the pertinent APD/ROW construction, notify the Ute Tribe Energy &amp; Minerals Dept. for a Tribal Technician to verify the Affidavit of Completion.</li> </ul>
Spud Notice (Notify Petroleum Engineer)	- Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	<ul> <li>Twenty-Four (24) hours prior to running casing and cementing all casing strings.</li> </ul>
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	- Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	<ul> <li>Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.</li> </ul>

Page 2 of 7 Well: Santio 4-191X Rig Skid 10/21/2008

## SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

## **General Conditions of Approval**

- A <u>0'</u> foot corridor right-of-way shall be approved. Upon completion of each pipeline in corridor, they shall be identified and filed with the Ute Tribe.
- A qualified Archaeologist accompanied by a Tribal Technician will monitor trenching construction of pipeline.
- The Ute Tribe Energy & Minerals Department is to be notified, in writing 48 hours prior to construction of pipeline.
- Construction Notice shall be given to the department on the Ute Tribe workdays, which are Monday through Thursday. The Company understands that they may be responsible for costs incurred by the Ute Tribe after hours.
- The Company shall inform contractors to maintain construction of pipelines within the approved ROWs.
- The Company shall assure the Ute Tribe that "ALL CONTRACTORS, INCLUDING SUB-CONTRACTORS, LEASING CONTRACTORS, AND ETC." have acquired a current and valid Ute Tribal Business License and have "Access Permits" prior to construction, and will have these permits in all vehicles at all times.
- You are hereby notified that working under the "umbrella" of a company does not allow you to be in the field, and can be subject to those fines of the Ute Tribe Severance Tax Ordinance.
- Any deviation of submitted APD's and ROW applications the Companies will notify the Ute Tribe and BIA in writing and will receive written authorization of any such change with appropriate authorization.
- The Company will implement "Safety and Emergency Plan." The Company's safety director will ensure its compliance.
- All Company employees and/or authorized personnel (sub-contractors) in the field will have approved applicable APD's and/or ROW permits/authorizations on their person(s) during all phases of construction.
- All vehicular traffic, personnel movement, construction/restoration operations shall be confined to the area examined and approved, and to the existing roadways and/or evaluated access routes.
- All personnel shall refrain from collecting artifacts, any paleontological fossils, and from disturbing any significant cultural resources in the area.
- The personnel from the Ute Tribe Energy & Minerals Department shall be notified should cultural remains from subsurface deposits be exposed or identified during construction. All construction will cease.

Page 3 of 7 Well: Santio 4-191X Rig Skid 10/21/2008

- All mitigative stipulations contained in the Bureau of Indian Affairs Site Specific Environmental Assessment (EA) will be strictly adhered.
- Upon completion of Application for Corridor Right-Way, the company will notify the Ute Tribe Energy & Minerals Department, so that a Tribal Technician can verify Affidavit of Completion.

Page 4 of 7 Well: Santio 4-191X Rig Skid

10/21/2008

## DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

## SITE SPECIFIC DOWNHOLE COAs:

• Surface casing cement shall be brought up to the surface. To reach the surface, operator is required to pump additional cement beyond the stated amounts of sacks in application.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

## DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.</u>
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times.
   Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
  daily drilling report. Components shall be operated and tested as required by Onshore Oil &
  Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
  performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
  reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
  is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
  Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person

Page 5 of 7 Well: Santio 4-191X Rig Skid

10/21/2008

making the report (along with a telephone number) should the BLM need to obtain additional information

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
   Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
   Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: Santio 4-191X Rig Skid

10/21/2008

### **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
  - Operator name, address, and telephone number.
  - o Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and/or participating area name and number, if applicable.
  - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 7 of 7 Well: Santio 4-191X Rig Skid 10/21/2008

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports shall be
  submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
  standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
  measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
  to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
  first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
  adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
  sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior
  approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
  days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
  before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
  Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
  order that a representative may witness plugging operations. If a well is suspended or
  abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
  Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
  plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
  casing left in hole, and the current status of the surface restoration.

Form 3160-5 (August 2007)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT OF 1420Her

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

	OTICES AND REPO orm for proposals t Jse Form 3160-3 (A	6. If Indian, Allottee or Tribe Name UINTAH AND OURAY ALLOTTED					
SUBMIT	IN TRIPLICATE - Other	instructions on page 2.		7. If Unit of CA/Agreement, Name and/or No. CA: UTU-08049I-84C725			
1. Type of Well  Oil Well  Gas W	8. Well Name and No. SANTIO 4-191X						
2. Name of Operator KERR McGEE OIL & GAS ONSHOP	RE LP			9. API Well No. 4304740406			
3a. Address 1368 SOUTH 1200 EAST VERNAL, UTAH 8407		3b. Phone No. (include area co	ode)	10. Field and Pool or E NATURAL BUTTES	xploratory Area		
4. Location of Well (Footage, Sec., T., F	R.,M., or Survey Description	)		11. Country or Parish,			
NW/NW SEC. 4, T9S, R21E 494'FNL, 609'FWL				UINTAH COUNTY, U	JIAH		
12. CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE NATUR	E OF NOTIC	CE, REPORT OR OTHE	ER DATA		
TYPE OF SUBMISSION .		T	YPE OF ACT	ION			
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Recl	uction (Start/Resume)	<ul><li> Water Shut-Off</li><li> Well Integrity</li><li> Other FINAL DRILLING</li></ul>		
✓ Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	=	mplete porarily Abandon	OPERATIONS		
Final Abandonment Notice	Change Flans  Convert to Injection	Plug Back		er Disposal			
13. Describe Proposed or Completed Of the proposal is to deepen directions Attach the Bond under which the w following completion of the involv testing has been completed. Final determined that the site is ready for	ally or recomplete horizonta york will be performed or pr ed operations. If the operat Abandonment Notices must	lly, give subsurface locations an ovide the Bond No. on file with ion results in a multiple complet	d measured an BLM/BIA. Fion or recomm	nd true vertical depths of Required subsequent rep Detion in a new interval,	orts must be filed within 30 days  a Form 3160-4 must be filed once		
FINISHED DRILLING FROM 2870' LEAD CMT W700 SX PREM LITE II PPG 1.31 YIELD. DISPLACE W/168 TO PIT 112 BBLS INSTALL HANGE	I @12.0 PPG 2.35 YIELD BBBL WATER BUMP PL	.  TAILED CMT W/1400 SX 5 UG TO 3350#  FLOATS HEL	0/50 POZ @ D CMT RET	§14.3			
RELEASED PIONEER RIG 41 ON	12/08/2008 AT 2000 HRS	<b>.</b>					
					RECEIVED		
				1.1 •	DEC 10 2010		
				DI	V. OF OIL, GAS & MINING		

14. I hereby certify that the foregoing is true and correct.  Name (Printed/Typed)  SHEILA UPCHEGO  Tit.	e REGULATORY AN	IALYST
Signature // Mark Market Dar		FIGE LISE
THIS SPACEUROR FEDERA	LORSIATEOF	FICE USE
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certife that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	
	Imaginals and willfully	to make to any department or agency of the United States any false

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTEREST

FORM APPROVED

BUREAU OF LAND MANAGEMENT

OMB No. 1004-0137 Expires: July 31, 2010 5. Lease Serial No. 1420H623894

Do not use this fo	orm for proposals to Ise Form 3160-3 (AP	iter an	6. If Indian, Allottee of Tribe Name UINTAH AND OURAY ALLOTTED				
	IN TRIPLICATE Other in	structions on page 2	١	7. If Unit of CA/Agreement, Name and/or No. CA: UTU-08049I-84C725			
1. Type of Well  ☐ Oil Well  ☐ Gas W	ell Other		8. Well Name and No.				
			9. API Well No. 4304740406				
2. Name of Operator KERR McGEE OIL & GAS ONSHOP			1304740406 0. Field and Pool or Ex	ploratory Area			
3a. Address 1368 SOUTH 1200 EAST VERNAL, UTAH 8407		,	NATURAL BUTTES	profutory 7 th ou			
4. Location of Well <i>(Footage, Sec., T.,F.)</i> NW/NW SEC. 4, T9S, R21E 494'FNL, 609'FWL	R.,M., or Survey Description)			1. Country or Parish, S JINTAH COUNTY, U			
12. CHEC	K THE APPROPRIATE BOX	(ES) TO INDICATE	NATURE OF NOTICE	REPORT OR OTHE	R DATA		
TYPE OF SUBMISSION			TYPE OF ACTION	ON			
Notice of Intent  ✓ Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construc	Reclan	•	Water Shut-Off Well Integrity Other PRODUCTION		
Subsequent Report	Change Plans	Plug and Abar		orarily Abandon	START-UP		
Final Abandonment Notice  13. Describe Proposed or Completed Op	Convert to Injection	Plug Back		Disposal			
following completion of the involve testing has been completed. Final determined that the site is ready for the SUBJECT WELL LOCATION VELL THE SUBJECT WELL LOCATION FOR THEN TO THE OURAY COMPRESE PLEASE REFER TO THE ATTACH	Abandonment Notices must be final inspection.)  VAS PLACED ON PRODUCTIONS FROM THE WELL SOR AND TO THE CTB W	filed only after all red CTION 12/28/2008 A HEAD TO METER ( 33S (CA-2) IN SEC.	quirements, including r AT 0230 HRS. DN LOCATION,	eclamation, have been	completed and the operator has		
14. I hereby certify that the foregoing is t Name (Printed/Typed) SHEILA UPCHEGO	rue and correct.	Title	REGULATORY ANA	ALYST			
Signature MAR	Malle	Date	12/31/2008				
	THIS SPACE	OR FEDERAL	OR STATE OFF	ICE USE			
Approved by			Title	Т	Date		
Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subject thereon.	not warrant or certify lease which would	Office	A	ECEIVED		
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repr	U.S.C. Section 1212, make it a esentations as to any matter with	crime for any person ki nin its jurisdiction.	nowingly and willfully to	make to any departmen	MNgeforgof 2009 ited States any fals		

Wins No.: C	0891				· ·			SANTIO	4-191X				
						W	ell Op	erations	Summary	Long			
Operator			···		FIE	ELD NAME		SPUD DA	TE	GL	КВ	ROUTE	
KERR-MCGE	E OIL & G	AS C	NSHO	RE LP	_ N	ATURAL BUT	TES		/16/2008	4,672	4690		V52
API 43(	04740406			STATI	<b>.</b>	UTA	Н	C	OUNTY	UINTAH		DIVISION ROC	KIES
Long/Lat.: 40.07	7086 / -109	.563	37			Q-Q/Sect/7	Town/Rang	e: NWNW/	4/9S/21E				
													1
							Wel	lbore: SAN	TIO 4-191X	(			
MTD					TVD		****	ibolo, OAN	PBMD	<u></u>		PBTVD	
m.s	10,943			1			10,936			10,86	64		
EVENT INFORM			EVENT	CACTIVI	TY: D			ST	ART DATE: 10	0/27/2008		AFE N	IO.: 2027329
LVLIET HET OKM	A HOIL					OPMENT		EN	D DATE: 12/8	/2008			
						ICAL WELL				ARTED PROD.	.:		
				ON: SUF						SUSPEND			
				in Mobili			Location				Finish Drilli	ng Rig Release	Rig Off Location
RIG OPERATION	VS:		Deg	JII WOOIII	Zalion			Rig Charge		ration Start			
				11/16/20	80	11/16	6/2008	11/16/2008	11/1	6/2008	11/19/200		11/19/2008
Date		Time	4 1 1 1 1	Dura		Phase	Code	Subco P/l	J	**	Ot	peration	
<u> </u>	11.	art-E					**	de	12 1				MD: 1.400
11/16/2008	SUPE	RVIS	OR:	JAMES	GOBE	R							<u>MD:</u> 1,188
	0:00	- 1	12:00	12.	00	DRLSUR	02	Р	MIRU AIF SKID PUI		1/16/2008 03	:00 DRILL TO 570'. C	CIRC W/
								_		. OKID DI MD	TO 4470L # #	TTI E IMATED @ 444	(01)
	12:00	-	0:00	12.	00	DRLSUR	02	P	DRILL W	SKID PUMP	10 1170' (LI	TTLE WATER @ 114	10".)
11/17/2008	SUPE	RVIS	SOR:	JAMES	GOBE	R							<u>MD:</u> 1,878
	0:00			12.		DRLSUR	02	Р	DRILL F/	' 1170' TO 150	o' NO WATE	R	,
	0,,,,		12.00		•	DITECTION		•	_,,,,,				ŀ
	12:00	-	0:00	12.	00	DRLSUR	02		DRILL F/	' 1500' TO 186	0' NO WATE	R	
44/40/0000	SUPE	DVIS	OP:	JAMES	CORE	D					<u> </u>		MD: 2,578
11/18/2008							20	5	סטען דע	1860' - 2230'	CIDC MIL CK	וח פויואם	
	0:00	-	12:00	12.	UU	DRLSUR	02	Р	DRILLFI	1000 - 2230	CINC W SIX	ID FOINF	
								_			OLDO IXII OK	D DUMD	
	12:00	-	0:00	12.	.00	DRLSUR	02	. Р	DRILL F	/ 2230'- 2760'	CIRC W/ SKI	D PUMP	
11/19/2008	SUPE	RVIS	SOR:	JAMES	GOBE	R							<u>MD:</u> 2,888
			11:00	11.	00	DRLSUR	02	Р	RIG T/D	@ 2870' CON	DITION HOLI	E 1 HR RUN SURVE	Y .8 DEG.
			11.00	• •		BILLOOIL		·					ļ
	44.00		4.5.00		00	DDI CUD	O.E	P	TOID NO	OUT OF HOL	E	*	
	11:00	•	15,00	4.	00	DRLSUR	05	r	ANT DE	OUT OF THE	- 1		
								=	D/ · · · · =	44 OF 6 510 C	OO AND DOO	OF All DIDE DIO SO	WALAIR DIG
	15:00	-	18:00	3.	00	DRLSUR	11	Р	KUN 283	54. OF 8 2/8 CS	36 AND 200'	OF 1" PIPE RIG DO	OIN AIR RIVV
	18:00	-	19:00	1.	00	DRLSUR	15	P				KS LEAD @ 11# 3.82	
												.0 GAL/SK GOOD RE	
										ISPLACMENT		OMT TO PIT PUMPE	D 2 00L
									OVERD	io, b towerr	DID NOT L		
	19:00	_	10.20	0	E0	DDI CHD	15	Р	1ST TO	2 IOB 125 SK	S DOWN 1" F	PIPE GOOD CMT TO	SURFACE
	19.00	•	19:30	u.	50	DRLSUR	13	F		LL BACK WO		IL COOD OWN 10	201111012
									, : !!				
	19:30	_	21:00	1	50	DRLSUR	15	P	2ND TO	P.JOB 100.SK	S DOWN BS	GOOD CMT TO SU	RFACE AND
	10.00			1.	J-0	אוניסטול	.5	'		AT SURFACE			~
·												•	
	21:00	_	21:00	n	00	DRLSUR			NO VISI	BLE LEAKS PI	IT 75% FÜLL	·WORT	
				٥.	-								
					*****								MD: 2000
11/21/2008				JIM MU	RRAY					•			<u>MD:</u> 2,888
	0:00		10:00	10	.00	DRLPRO	01	E F	RDRT				. •

Wins No.:	C0891		i a ranki tiri d		SAN	TIO 4-	191X API No.: 4304740400
	0:00 - 10:00	10.00	DRLPRO	01	Е	Р	RDRT
	10:00 - 18:00	8.00	DRLPRO	01	Α	P	SET OUT FRONT END,LOWER DERRICK,@ 1700 HRS,TRANSFER 800 BBLS DRILL MUD,MOVE TRAILERS, 2 BED TRUCKS 3 HAUL TRUCKS,1 FORKLIFT,MAN HRS TODAY=90
	18:00 - 0:00	6.00	DRLPRO	12	D	Р	SFTN
1/22/2008	SUPERVISOR:	JIM MURRAY	,				MD: 2,888
	0:00 - 7:00	7.00	DRLPRO	12	D	Р	WAIT ON DAYLIGHT
	7:00 - 18:00	11.00	DRLPRO	01	Α	P	RIG DOWN & LOAD OUT RIG MOB 19+ MILES TO SANTIO 4-191X W/ 12 HAUL TRUCKS,5 BED TRUCKS,1 FORKLIFT,1 CRANE,RIG 100% MOVED,SET MATS,STACK SUBS,SFTN
	18:00 - 0:00	6.00	DRLPRO	12	D	Р	WAIT ON DAYLITE
1/23/2008	SUPERVISOR:	JIM MURRAY	,		mar. The		MD; 2,888
112012000	0:00 - 7:00	7.00	DRLPRO	12	D	Р	WAIT ON DAY LIGHT
	7:00 - 0:00	17.00	DRLPRO	01	В	Р	SET SUBS,DWKS,PUT DERRICK ON FLOOR,SET PITS,PUMPS,LP,WATER TANK,DOG HOUSE,WINDWALLS,400 UPRIGHTS,KOOMEY HOUSE,DERRICK UP @ 15:30 CRANE GONE @ 14:30 TRUCKS @ 15:00,RUN ELECTRIC & WATER LINES,RIG UP BOILER,& HEATERS,HOOK UP GAS BUSTER & FLARE LINES,RIG UP FLOOR, MAN HRS =366
1/24/2008	SUPERVISOR:	HA MHDDAV	,				MD: 2,888
1724/2008	0:00 - 16:00	16.00	DRLPRO	07	Α	S	RIG REPAIR, WELD ON DRUM DRILL LINE NOT SPOOLING RIGHT, CHANGE OUT HOPPER PUMP, WORK ON PUMPSTHAW OUT FROZEN WATER & MUD LINES, CHANGE 2 BLADDERS IN NITROGEN BOTTLES IN KOOMEY
	16:00 - 19:00	3.00	DRLPRO	13	Α	Р	NIPPLE UP BOPE,RIG ACCEPTED ON DAY WORK @ 16:00 HRS 11/24/2008
	19:00 - 0:00	5.00	DRLPRO	13	С	Р	TEST BLIND & PIPE RAMS,KELLY,CHOKE LINE & ALL VALVES TO 5000,HIGH, 250 LO,
1/25/2008	SUPERVISOR:	JIM MURRAY	······································				MD: 2,958
1112072333	0:00 - 3:00	3.00	DRLPRO	13	С	Р	TEST BLIND RAMS, 5000 HIGH 250 LO,CSG TO 1500,ANNULAR WOULD NOT TEST
	3:00 - 8:30	5.50	DRLPRO	05	Α	Р	SM W/ WEATHERFORD & RIG CREWS,PU BHA & DP,RD SAME
	8:30 - 10:00	1.50	DRLPRO	05	L	s	TOH TO CHANGE ANNULAR ELEMENT
	10:00 - 18:00	8.00	DRLPRO	13	D	Р	NIPPLE DOWN FLOWLINE, REMOVE ROTATING HEAD, REPLACE CLOSING ELEMENT IN ANNULAR PREVENTER, & TEST TO 2500# NU ROTATING HEAD & FLOWLINE
	18:00 - 19:00	1.00	DRLPRO	05	Α	P	MU BIT TRIP IN HOLE TO 2750'
	19:00 - 20:30	1,50	DRLPRO	06	D.	Р	CUT DRILL LINE
	20:30 - 22:30	2.00	DRLPRO	02	F	Р	DRILL CEMENT & FE, TAG CEMENT @ 2800
	22:30 - 23:00	0.50	DRLPRO	09	Α	þ	WIRELINE SURVEY @ 2776 = 1.12 DEG
	23:00 - 0:00	. 1.00	DRLPRO	02	В	Р	SPUD IN AND DRILL ACTUAL 2870-2940 = 70' = 70 FPH, MW 9.8#

2

Vins No.:	C0891				SAN	TIO 4-	191X API No.: 4304740406
	0:00 - 5:30	5.50	DRLPRO	02	В	Р	DRILL 2940-3240 = 300' = 54.5 FPH, MW 9.8#
	5:30 - 6:00	0.50	DRLPRO	06	С	P	CHANGE OUT PISTON MP#1
	6:00 - 16:00	10.00	DRLPRO	02	В	Р	DRILL 3240-3801 = 561' = 56.1 FPH, MW 9.8#
	16:00 - 16:30	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	16:30 - 17:00	0.50	DRLPRO	09	Α	Р	WIRELINE SURVEY @ 3726 = 1.6 DEG
	17:00 - 0:00	7.00	DRLPRO	02	В	Р	DRILL 3801-4250 = 449' = 64.1 FPH, MW 9.8#
1/27/2008	SUPERVISOR: F	OTPOLE MOC	OM				MD: 5,458
1/2/12006	0:00 - 11:00	11.00	DRLPRO	02	В	Р	DRILL 4250-4814 = 564' = 21.3 FPH, MW 9.8#
	11:00 - 11:30	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	11:30 - 12:00	0.50	DRLPRO	09	Α	Р	WIRELINE SURVEY @ 4740 = 2.27 DEG
	12:00 - 0:00	12.00	DRLPRO	02	В	Р	DRILL 4814-5440 = 626' = 52.2 FPH, MW 10.0#
1/28/2008	SUPERVISOR: F	RON SJOSTR	.OM				<u>MD:</u> 6,416
	0:00 - 14:30	14.50	DRLPRO	02	В	Ρ	DRILLING 5440-6016 = 576' = 39.7 FPH, MW 10.0#
	14:30 - 15:00	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	15:00 - 15:30	0.50	DRLPRO	09	Α .	Р	WIRELINE SURVEY @ 5940 = 1.98 DEG
	15:30 - 0:00	8,50	DRLPRO	02	В	Р	DRILLING 6016-6398= 382' = 44.9 FPH, MW 10.1#
/29/2008	SUPERVISOR: R	RON SJOSTR	OM				MD: 6,966
	0:00 - 15:30	15.50	DRLPRO	02	В	Р	DRILL 6398-6935 = 537' = 34.6 FPH, MW 10.2# HOLE TAKING FLUID @ 10#, MIXING LCM SWEEPS, REMOVE SHAKER SCREEN, INCREASE LCM TO 4%, LOSSES STOPPED, INCREASE MW TO 10.2 DUE TO SLOUGHING SHALES
	15:30 ~ 16:00	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	16:00 - 17:30	1.50	DRLPRO	02	В	Р	DRILL 6935-6966 = 31' = 20.7 FPH, MW 10.2#, NO LOSSES, MIX SLUG FOR TRIP
	17:30 - 22:00	4.50	DRLPRO	05	Α	Р	TRIP OUT BIT #1, L/D IBS'S, CHANGE MUD MOTORS
	22:00 - 0:00	2.00	DRLPRO	05	Α	Р	M/U BIT #2, TRIP IN HOLE
/30/2008	SUPERVISOR: R	RON SJØSTR	.OM				MD: 7,693
.,55,2500	0:00 - 3:00	3,00	DRLPRO	05	Α	Р	TRIP IN WITH BIT #2, WORK THROUGH BRIDGE @ 5480, RIH, WASH 75' TO TD-15' FILL, 13 BBL LOST ON TRIP
	3:00 - 15:30	12,50	DRLPRO	02	В	P	DRILL 6966-7400 = 434' = 34.7 FPH, MW 10.4#, SHAKERS BYPASSED, 4% LCM NO LOSSES
	15:30 - 16:00	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	16:00 - 0:00	8.00	DRLPRO	02	В	Р	DRILL 7400-7693 = 293' = 36.6 FPH, MW 10.4# , SHAKERS BYPASSED, 4% LCM NO LOSSES
)/1/200P	SUPERVISOR: R	ON S IOST	OM				MD: 8,440
2/1/2008	0:00 - 13:30	13.50	DRLPRO	02	В	Р	DRILL 7693-8096 = 403 = 29.9 FPH, MW 10.4#

Vins No.:	C0891	:			SAN	TIO 4-	191X API No.: 430474040
	13:30 - 14:00	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	14:00 - 0:00	10.00	DRLPRO	02	В	Р	DRILL 8096-8422 = 326 = 32.6 FPH, MW 10.4#
2/2/2008	SUPERVISOR;	RON SJOSTE	MOS				MD: 9,108
	0:00 - 15:00	15.00	DRLPRO	02	В	Р	DRILL 8422-8887 = 201' = 31 FPH, MW 10.6#
	15:00 - 15:30	0.50	DRLPRO	06	Α	P	RIG SERVICE
	15:30 - 0:00	8.50	DRLPRO	02	В	Р	DRILL 8887-9090 = 203' = 23.9FPH, MW 10.6# , RAISE WT TO 10.8# DUE TO SLOUGHING SHALE, HOLE TAKING FLUID, INCREASE LCM TO 4%
2/3/2008	SUPERVISOR:	RON SJOSTE	ROM				MD: 9,493
	0:00 - 6:30	6.50	DRLPRO	02	В	Р	DRILL 9090-9203 = 113' = 17.4 FPH, MW 10.8#, 9% LCM FALLING TO 4%
	6:30 - 7:30	1.00	DRLPRO	04	С	Р	CIRCULATE & BUILD SLUG FOR TRIP
	7:30 - 11:30	4.00	DRLPRO	05	Α	Р	TRIP OUT BIT #2, WORK THROUGH BRIDGES 5650-5000'
	11:30 - 13:00	1.50	DRLPRO	05	Α	P	M/U BIT #3, TRIP IN TO SHOE
	13:00 - 14:30	1.50	DRLPRO	06	D	P	SLIP & CUT DRILLING LINE
	14:30 - 17:00	2.50	DRLPRO	05	Α	Р	TRIP IN HOLE W/BIT #3, WORK THROUGH BRIDGES 4850-5500
	17:00 - 17:30	0.50	DRLPRO	03	E	Р	WASH & REAM 45' TO TD
	17:30 - 0:00	6.50	DRLPRO	02	В	Р	DRILLING 9203-9475 = 272' = 41.9 FPH, MW 11.0#, 4% LCM
2/4/2008	SUPERVISOR:	RON SJOSTF	ROM				<u>MD:</u> 10,382
	0:00 - 15:00	15.00	DRLPRO	02	В	Р	DRILL 9475-10089, 614' = 40.9 FPH, MW 11.2#, SOME SEEPAGES, INC TO 7% LCM
	15:00 - 15:30	0.50	DRLPRO	06	Α	Ρ	RIG SERVICE .
	15:30 - 0:00 ·	8.50	DRLPRO	02	В	Р	DRILL 10089-10364 = 295' = 34.7 FPH, MW 11.4#, SOME SEEPAGES, INC LCM TO 9%
2/5/2008	SUPERVISOR:	RON SJOSTF	ROM				<u>MD:</u> 10,868
	0:00 - 0:30	0.50	DRLPRO	02	В	ĮΡ	DRILL 10364-10368, MW 11.4# LCM 4%
	0:30 - 1:30	1.00	DRLPRO	06	С	Р	CHANGE 1 SEAT & 2 VALVES MP#1
	1:30 - 2:00	0.50	DRLPRO	02	В	Р	DRILL 10368-10392 = 24' , MW 11.4#, 10% LCM
	2:00 - 2:30	0.50	DRLPRO	06	С	Р	CHANGE 1 SEAT & 3 VALVES MP#2
	2:30 - 9:30	7.00	DRLPRO	02	В	Р	DRILL 10392-10584 = 192' = 27.4 FPH, MW 11.4#, 10% LCM
	9:30 - 10:00	0.50	DRLPRO	06	С	Р	CHANGE VALVE #2 PUMP
	10:00 - 14:30	4.50	DRLPRO	02	В	Р	DRILL 10584-10691 = 107' = 13.8 FPH, MW 11.6#, HOLE TAKING FLUID, INC TO 12% LCM
	14:30 - 15:00	0.50	DRLPRO	06	Α	Р	RIG SERVICE
	15:00 - 23:30	8.50	DRLPRO	02	В	Р	DRILL 10691-10850 = 159' = 18.7 FPH , MW 11.6#, INC LCM TO 15%, OCCASIONAL LOSSES

Wins No:	C0891				SAN	TIO 4-1	91X API No.: 4304740406
	15:00 - 23:30	8,50	DRLPRO	02	В	Р	DRILL 10691-10850 = 159' = 18.7 FPH , MW 11.6#, INC LCM TO 15%, OCCASIONAL LOSSES
	23:30 - 0:00	0.50	DRLPRO	03	Α	Х	WORK THROUGH TIGHT HOLE AT CONNECTION 10834-10775
12/6/2008	SUPERVISOR: R	ON SJOSTRO	)M				<u>MD:</u> 10,943
, 4, 5, 4, 5	0:00 - 0:30		DRLPRO	03	Α	Х	WORK TIGHT HOLE 10850-10775
	0:30 - 5:30	5.00	DRLPRO	02	В	Р	DRILL 10850-10925 TD = 75' = 15 FPH, INC MW TO 12.0#, LCM 15%, NO LOSSES
	5:30 - 7:30	2.00	DRLPRO	04	F	Р	CIRCULATE BOTTOMS UP, CIRCULATE HI-VIS SWEEP AROUND
	7:30 - 11:30	4.00	DRLPRO	05	E	P	WIPER TRIP UP TO 5400, WORK THROUGH TIGHT SPOTS, TRIP IN
	11:30 - 12:30	1.00	DRLPRO	07	Α	Z	DRAWWORKS HIGH CLUTCH PROBLEM, TROUBLESHOOT SAME
	12:30 - 14:00	1.50	DRLPRO	05	E	Р	FINISH TRIP IN, WASH 30 TO TD
	14:00 - 0:00	10.00	DRLPRO	04	D	X	HOLE TAKING FLUID & GASSY, INCREASE LCM CONTENT TO 22%, INCREASE MW TO 12.3#, SPORADIC SEEPAGE, TOTAL MUD LOST 200BBL
12/7/2008	SUPERVISOR: R	ON S IOSTRO	NA	- Antone Manager	·		MD: 10,943
12/1/2006	0:00 - 9:30	9,50	DRLPRO	05	Α	Р	PUMP SLUG, DROP SURVEY, LAY DOWN DRILL STRING, BREAK KELLY, PULL WEAR BUSHING
	9:30 - 16:30	7.00	DRLPRO	12	Е	s	WAIT ON HALLIBURTON LOGGING TRUCK TO ARRIVE FROM ANOTHER LOCATIONCIRCULATING OVER WELLHEAD-WELL STATIC
	16:30 - 22:30	6,00	DRLPRO	08	Α	Р	R/U HALLIBURTON LOGGING EQUIPMENT, RUN TRIPLE COMBO-TOOL BRIDGED OUT @ 7662, LOG OUT, R/D TOOLS
	22:30 - 0:00	1.50	DRLPRO	11	Α	Р	R/U CASING EQUIPMENT, HOLD SAFETY MEETING
	CHDEDVICOD: D	TON O LOCATO	<b></b>				MD: 10,943
12/8/2008	<u>SUPERVISOR;</u> R 0:00 - 7:30	7.50	DRLPRO	11	В	Ρ	RUN 259 JTS 4-1/2 11.6# P-110 PRODUCTION CASING, SHOE SET@10917, SET FLUTED HANGER IN BOWL
	7:30 - 9:00	1.50	DRLPRO	04	E	Z	ATTEMPT TO CIRCULATE DOWN CASING, STRING PLUGGED, HOOK UP HALLIBURTON & BREAK CIRCULATION WITH WATER @ 4500 PSI.
	9:00 - 11:00	2.00	DRLPRO	04	E	Р	CIRCULATE WITH RIG PUMP DOWN CASING
	11:00 - 14:30	3.50	DRLPRO	15	Α	Р	SAFETY MEETING, R/U CEMENT HEAD, TEST LINES, PUMP WATER, SPACER, 20SX SCAVENGER 9.5#, 700SX LEAD 12.0#, 1400SX TAIL 14.3#, DROP PLUG & DISPLACE WITH 168 BBL WATER, BUMP PLUG TO 3350#, FLOATS HELD, R/D HALLIBURTON. CEMENT RETURNS TO PIT 112 BBLS.
	14:30 - 15:30	1.00	DRLPRO	11	В	Р	INSTALL HANGER SEAL & TEST SEALS-OK
	15:30 - 20:00	4.50	DRLPRO	01	E	Р	CLEAN PITS, NIPPLE DOWN BOPS, RIG RELEASED TO OURAY 35-151 12/8/08 2000 HRS.

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Nins No.:	C0891	<u> </u>				SANT			API No.:	430474040
EVENT INFORM	VIATION:	EVENT	ACTIVITY: CO	MPLETION		_		T DATE: 12/19/2008	AFE NO.:	2027329
		OBJEC	TIVE: DEVELO	PMENT				DATE: 12/25/2008		
		OBJEC	TIVE 2: ORIGI	NAL				WELL STARTED PROD.:		
			N: MV				Event	End Status: COMPLETE		
RIG OPERATIO	ONS:	Beg	in Mobilization	Rig On I		Rig Ch	arges	Rig Operation Start Finish Drilling	Rig Release	Rig Off Location
KEY 243 / 243				12/19	/2008				<del></del>	12/25/2008
Date	1 .	me t-End	Duration (hr)	Phase	Code	Subco de	P/U	Operation		
12/19/2008	SUPER\	VISOR:	RON SJOSTRO	M						MD:
	7:00	- 17:00	10.00	COMP	31		Р	7:00 HSM. RU RIG. ND WELLHEAD. NU W/ 23/8" L-80 TBG. 240 JTS, EOT 7500. F BOP. NU FRAC VALVES. FILL WELL, RU TEST TO 7500 PSI, HELD. BLED PRES.	POOH W/ TBG & M J PRES TESTER. P	ILL. ND
12/20/2008	SUPER	VISOR:	JON E MILES							MD:
	7:00		0.25	COMP	48		Р	HSM, P/T		
		- 15:00	7.75	COMP	33	С	Ρ	MIRU B&C QUICK TEST, CHANGE OUT PRESSURE TEST TO 6200# [GOOD TES		
12/22/2008	SUPER'	VISOR:	KEN WARREN	, <u></u>	**	110000				MD:
	7:00		0.25	COMP	48		Р	HSM, ON COLD WEATHER		
		- 17:00	9.75	COMP	36	E	Р	MIRU WEATHERFORD FRAC & CUTTER GETTING STARTED DUE TO WEATHER		ΓΕ
								STG #1] P/U, RIH, PERF MESAVERDE L GRM, 0.36" HOLE, 10728'-10732' 4 SPF, 10697'-10699' 3 SPF, 120* PH, 6 HOLES PH, 6 HOLES, 10584'-10586' 3 SPF, 120' 120* PH, 6 HOLES [40 HOLES,	90* PH, 16 HOLES , 10674'-10676' 3 S	s, PF, 120*
								WHP=800#, BRK DN PERFS @ 3311#, II RT=51.3, ISIP=2919#, FG=.71, PUMP'D 163877# 30/50 MESH W/ 5190# RESIN 0 FG=.79, AR=51.3, AP=5275#, MR=51.8, 30/40 CALC PERFS OPEN, 75%.	4645.7 BBLS SLK \ COAT IN TAIL, ISIP	VTR W/ =3793#,
								STG #2] P/U RIH W/ BKR 8K CBP & PEF 10478' PERF MESAVERDE USING 3-3/8 HOLE, 4 SPF, 90* PH, 10444'-10448' 16 HOLES, 10333'-10336' 12 HOLES, 10278 HOLES]	BEXPEND, 23 GRN HOLES, 10370'-10	1, 0.36" 372' 8
								WHP=4500#, BRK DN PERFS @ 3871#, RT=50.6, ISIP=3482#, FG=.77, PUMP'D 49450# 30/50 MESH W/ 5000# RESIN C FG=.80, AR=51.0, AP=5486#, MR=51.7, 28/44 CALC PERFS OPEN 65%.	1345 BBLS SLK W OAT IN TAIL, ISIP=	TR W/ :3781#,
								STG #3] P/U RIH W/ BKR 8K CBP & PEI 10222' PERF MESAVERDE USING 3-3/0 HOLE, 10190'-10192' 3 SPF, 120* PH, 6 SPF, 120* PH, 12 HOLES, 10022'-10026 9994'-9996' 4 SPF, 90* PH, 8 HOLES, [4	B EXPEND, 23 GRI HOLES, 10150'-10 1' 4 SPF, 90* PH, 16	Л, 0.36" 154' З
								WHP=2800#, BRK DN PERFS @ 4003# RT=51.2, ISIP=3457#, FG=.78, PUMP'D 11534# 30/50 MESH W/ 5000# RESIN C FG=.75, AR=51.4, AP=5199#, MR=54.5, 38/42 CALC PERFS OPEN 90%.	3006.2 BBLS SLK OAT IN TAIL, ISIP	WTR W/ =3218#,
12/23/2008	SUPER	VISOR:	KEN WARREN						<del> </del>	MD:
1212312000	201 -1		trimin the service of	<b>-</b>				HSM, STARTING EQUIP IN COLD WEA		

Wips No.:	C0891			<u> </u>	SAN	TIO 4-1	91X API No.: 4304740406
	7:15 - 18:00	10.75	COMP	36	É	Р	STG #4] OPEN WELL P/U RIH W/ BKR 8K CBP & PERF GUN. SET CBP @ 9901', PERF MESAVERDE USING 3-3/8 EXPEND, 23 GRM, 0.36' HOLE, 4 SPF, 90 PH, 9866'-9871' 20 HOLES, 9784'-9788' 16 HOLES.
							WHP=2800#, INJT PSI=5419#, INJT RT=48.5, ISIP=3061#, FG=.75, PUMP'D 1481 BBLS SLK WTR W/ 58054# 30/50 MESH W/ 5300# RESIN COAT IN TAIL. ISIP=3331#, FG=.77, AR=51.1, AP=5080#, MR=54.2, MP=6100#, NPI=270#, 31/36 CALC PERFS OPEN 85%.
							STG #5] P/U RIH W/ BKR 8K CBP & PERF GUN. SET CBP @ 9450', PERF MESAVERDE USING 3-3/8 EXPEND, 23 GRM, 0.36" HOLE, 4 SPF, 90* PH, 9410'-9420' [40 HOLES].
							WHP=1000#, BRK DN PERFS @ 3189#, INJT PSI=5728#, INJT RT=50.9, ISIP=2775#, FG=.72, PUMP'D 910.8 BBLS SLK WTR W/ 31880# 30/50 MESH W/ 5100# RESIN COAT IN TAIL, ISIP=3556#, FG=.81, AR=51.6, AP=5300#, MR=54.1, MP=6254#, NPI=781#, 27/40 CALC PERFS OPEN 67%.
							STG #6] P/U RIH W/ BKR 8K CBP & PERF GUN, SET CBP @ 9182', PERF MESAVERDE USING 3-3/8 EXPEND, 23 GRM, 0.36" HOLE, 4 SPF, 90* PH, 9146'-9152' 24 HOLES, 9074'-9076' 8 HOLES, 9026'-9028' 8 HOLES [40 HOLES]
							WHP=1300#, BRK DN PERFS @ 3537#, INJT RT=5200#, INJ RT=51.1, ISIP=3056#, FG=.78, PUMP'D 960.7 BBLS SLK WTR W/ 33845# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=3065#, FG=.78, AR=51.3, AP=4763#, MR=51.7, MP=6796#, NPI=9#, 37/40 CALC PERFS OPEN 92%.
		,					STG#7] P/U RIH W/ BKR 8K CBP & PERF GUN. SET CBP @ 8978', PERF MESAVERDE USING 3-3/8 EXPEND, 23 GRM, 0.36" HOLE, 4 SPF, 90* PH, 8942'-8948' 24 HOLES, 8904'-8908' 16 HOLES [40 HOLES]
							WHP=2600#, BRK DN PERFS @ 3089#, INJT PSI=5461#, INJT RT=50.8, ISIP=2797#, FG=.76, PUM'D 1259.8 BBLS SLK WTR W/ 46597# 30/50 MESH W/ 4566# RESIN COAT IN TAIL, ISIP=3209#, FG=.80, AR=51.2, AP=4868#, MR=51.5, MP=5559#, NPI=412#, 28/40 CALC PERFS OPEN. 70%
,			·				STG #8] P/U RIH W/ BKR 8K CBP & PERF GUN, SET CBP @ 8768', PERF MESAAVERDE USING 3-3/8 EXPEND, 23 GRM, 0.36" HOLE, 4 SPF, 90* PH, 8734-8738' 16 HOLES, 8696'-8702' 24 HOLES [40 HOLES]
							WHP=600#, BRK DN PERFS @ 3375#, INJT PSI=5250#, INJT RT=49.5, ISIP=2255#, FG=.69, PUMP'D 803.8 BBLS SLK WTR W/ 32525# 30/50 MESH W/ 5400# RESIN COAT IN TAIL. ISIP=2996#, FG=.78, AR=49.3, AP=4599#, MR=51.4, MP=5905#, NPI=741#, 26/40 CALC PERFS OPEN 65%.
•		·					P/U RIH W/ BKR 8K CBP & SET @ 8646'. R/D CUTTERS WIRE LINE & WEATHERFORD FRAC, N/D FRAC VALVES, N/U BOPS, R/U TBG EQUIP, SWIFN.
/24/2008	SUPERVISOR:	KEN WARREN					MD:
	7:00 - 7:15	0.25	COMP	48		Р,	HSM, REVIEW WORKING IN CEOD WEATHER
	7:15 - 7:15	0.00	COMP				TEMRATURE @ RIIG -20*, PROBLEMS GETTING THINGS STATRED, RIH W/ 2-3/8 TBG RIG KEEPS FREEZING UP, 15:00 SWI, WINTERIZE EVERYTHING TO COME BACK 12/26/2008 TO DRL PLUGS.
2/25/2008	SUPERVISOR:	KEN WARREN					<u>MD;</u>
	7:00 - 7:15	0.25	COMP	48		-	

	7.45							
	7:15 -	17:00	9.75	COMP	44	С	P	OPEN WELL 0# CSG, 0# TBG, P/U 2 JNTS, PWR SWVL, EST CIRC W/ RIG PUMP.
								PLUG #1] TAG BKR 8K CBP @ 8646' DRL THROUGH IN 10 MIN. 200# INCREASE, CONTINUE TO RIH.
								PLUG #2] TAG SAND @ 8738' [30' FILL] C/O & DRL THROUGH BKR 8K CBP @ 8768' IN 8 MIN. 200# INCREASE. CONTINUE TO RIH.
								PLUG #3] TAG SAND @ 8948' [30' FILL] C/O & DRL THROUGH BKR 8K CBP @ 8978' IN 10 MIN. 100# INCREASE, CONTINUE TO RIH.
								PLUG #4] TAG SAND @ 8152' [30'FILL] C/O & DRL THROUGH BKR 8K CBP @ 9182' INN 10 MIN. 100# INCREASE, CONTINUE TO RIH.
								PLUG #5] TAG SAND @ 9420' [30' FILL] C/O & DRL THROUGH BKR 8K CBP @ 9450' IN 10 MIN, 200# INCREASE, CONTINUE TO RIH.
								PLUG #8] TAG SAND @ 9871' [30' FILL] C/O & DRL THROUGH BKR 8K CBP @ 9901' IN 10 MIN. 400# INCREASE, CONTINUE TO RIH.
								PLUG #7] TAG SAND @ 10192' [30' FILL] C/O & DRL THROUGH BKR 8K CBP @ 10222' IN 10 MIN. 300# INCREASE, CONTINUE TO RIH.
-								PLUG #8] TAG SAND @ ' [' FILL] C/O & DRL THROUGH BKR 8K CBP @ 10478' IN 10 MIN. CONTINUE TO RIH TAG @ 10738' C/O TO 10864' CIRC HOLE FOR 30 MIN. L/D 21 JNTS [24 TOTAL ON FLOAT] P/U & LAND ON HANGER W/ 323 JNTS 2-3/8 L-80 TBG [EOT @ 10223.67] R/D TBG EQUIP, N/D BOPS, N/U WELL HEAD, PUMP OFF BIT W/ 1/2 BBL @ 3200#, TURN WELL OVER TO
								FLOW BACK CREW.
12/27/2008	SUPERVIS	OR: BEC	KY ROSS			,		MD:
	7:00 -				33	A		7 AM FLBK REPORT: CP 2700#, TP 1700#, 20/64" CK, 60 BWPH, 1/2C SAND, - GAS TTL BBLS RECOVERED: 3570 BBLS LEFT TO RECOVER: 10844
12/28/2008	SUPERVIS	OR: BEC	KY ROSS	······································				: MD:
	2:30 -			PROD				WELL TURNED TO SALES @ 0230 HRO N 12/28/08 - FTP 1800#, CP 3000#, CK 20/64", 1285 MCFD, 600 BWPD
	7:00 -				33	Α		7 AM FLBK REPORT: CP 2100#, TP 1700#, 20/64" CK, 45 BWPH, - SAND, - GAS
								TTL BBLS RECOVERED: 4815 BBLS LEFT TO RECOVER: 9599
12/29/2008	SUPERVIS	OR: BEC	KY ROSS	·			<u></u> .	<u>MD:</u>
	7:00 -				33	A		7 AM FLBK REPORT: CP 3000#, TP 1800#, 20/64" CK, 25 BWPH, - SAND, 1285 GAS TTL BBLS RECOVERED: 5440 BBLS LEFT TO RECOVER: 8974
12/30/2008	SUPERVIS	OR: BEC	KY ROSS				 <u>v.,</u> #.	
	7:00 -				33	A		7 AM FLBK REPORT: CP 3300#, TP 2100#, 20/64" CK, 20 BWPH, CLEAN SAND, 1528 GAS TTL BBLS RECOVERED: 5995 BBLS LEFT TO RECOVER: 8419
EVENT INFORM	(	OBJECTIV	TIVITY: CO E: CONSTR E 2: ORIGIN	UCTION	·		END I	T DATE: 12/23/2008 AFE NO.: 2027329  DATE: 12/23/2008  WELL STARTED PROD.:
			SURFACE F					End Status: COMPLETE
RIG OPERATIO			lobilization	Rig On L	ocation	Rig Ch		Rig Operation Start Finish Drilling Rig Release Rig Off Location
Date	Time Start-E		Ouration (hr)	Phase	Code	Subco de	P/U	Operation
12/23/2008	<u> </u>		. BLANCHAF	RD		<u></u>	<u> </u>	



## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

BUR	5. Lease Serial No. 1420H623894								
SUNDRY N Do not use this f abandoned well.	6. If Indian, Allottee or Tribe Name UINTAH AND OURAY ALLOTTED								
SUBMIT	7. If Unit of CA/Agreement, Name and/or No. CA: UTU-08049I-84C725								
1. Type of Well Oil Well Gas W	Vell Other				8. Well Name and No.				
2. Name of Operator KERR McGEE OIL & GAS ONSHOP					9. API Well No. 4304740406	SANTIO 4-191X  9. API Well No.			
3a. Address	10. Field and Pool or F	Exploratory Area							
1368 SOUTH 1200 EAST VERNAL, UTAH 8407	NATURAL BUTTES								
4. Location of Well (Footage, Sec., T., I NW/NW SEC. 4, T9S, R21E 494'FNL, 609'FWL		n)			11. Country or Parish, State UINTAH COUNTY, UTAH				
12. CHEC	K THE APPROPRIATE BO	OX(ES) TO INDI	CATE NATUR	E OF NOTIO	CE, REPORT OR OTHI	ER DATA			
TYPE OF SUBMISSION			T	YPE OF ACT	ION				
Notice of Intent	Acidize	Deepe		_	uction (Start/Resume)	Water Shut-Off			
	Alter Casing  Casing Repair	=	re Treat Construction	=	amation mplete	Well Integrity  ✓ Other WELL SPUD			
✓ Subsequent Report	Change Plans	=	nd Abandon	_	oorarily Abandon	Utilei			
Final Abandonment Notice	Convert to Injection		Plug Back		r Disposal	AND AND AND AND AND AND AND AND AND AND			
MIRU PETE MARTIN BUCKET RIG CMT W/28 SX READY MIX. SPUD WELL LOCATION ON 10/21/	G. DRILLED 20" CONDU	CTOR HOLE T	O 40'. RAN 1	4" 36.7# SC	HEDULE 10 PIPE.				
14. I hereby certify that the foregoing is tr Name (Printed/Typed) SHEILA UPCHEGO	ue and correct.	(hen)	Title REGUL		ALYST				
- y v m	THIS SPACE	FOR FEDE			FICE USE				
Approved by									
			Title			Date			
Conditions of approval, if any, are attached that the applicant holds legal or equitable ti entitle the applicant to conduct operations to	itle to those rights in the subje		rtify						
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repre-	U.S.C. Section 1212, make it	a crime for any pe	son knowingly	BENE	o make to any departmen	t or agency of the United States any false			
fictitious or fraudulent statements or repre-	semanons as to any matter wi	man us jurisdiction	·	* * * * * * * * * * * * * * * * * * *	1 V handar				

(Instructions on page 2)

DEC 3 1 2008

Form 3160-4 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

CONFIDENTIAL

FORM APPROVED OMB NO. 1004-0137 Expires: July 31, 2010

· · · · · · · · · · · · · · · · · · ·									5. Lease Serial No. 1420H623894									
la. Type of Well Oil Well Gas Well Dry Other b. Type of Completion: We Well Work Over Deepen Plug Back Diff. Resvr.,										UII	<u> HAT/</u>	a, Allottee or	Y AL	LOTTED				
Other:										UN	7. Unit or CA Agreement Name and No. UNIT #891008900A							
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP										SA	8. Lease Name and Well No. SANTIO 4-191X							
3. Address	1368 SOU				TAH 84078			14	a. Phone 435.781.	No. <i>(inc.</i> 7024	lude a	r <b>e</b> a codi	e)		4FI We 047404			
4. Location	n of Well (	Report lo	cation o	learly a	nd in accor	dance with Fed	deral	requireme	ents) *			,		10.	10. Field and Pool or Exploratory			
At surface NW/NW, LOT. 4, 494'FNL, 609'FNL										1	NATURAL BUTTES  11. Sec., T., R., M., on Block and							
At top prod. interval reported below											Survey or Area SEC. 4, T9S, R21E  12. County or Parish 13. State							
At total	depth													ווט	TAH,	COUNTY	- [	JT
14. Date S 10/21/20	pudded			Date 2/06/2	T.D. Reach	ed	<del></del>	16.	Date Com	pleted 1	12/28	/2008				ons (DF, RK	B, RT	GL)*
18. Total I	Depth: M	D 10,9		2/00/2		lug Back T.D.:	Ml		D&A 4'	<b>√</b> I	Ready 20. I	to Prod. Depth Br	idge F	467 Plug Set:	'2'GL MD	<del></del> -		
21. Type 1		VD ther Mech	nnical L	ors Run	(Submit co	ony of each)	TV	D	<b></b> -			Was wel		-	TVD	Yes (Submi	* 1	
CBL-CCL	-GR ॢ 🎗	AB, R	MIG	SD	NXG.	ACTR					1	Was DS	run?	<b>2</b> 71	ام ا	Yes (Submi	it repor	t) Î
23. Casing	g and Liner	Record	Report	all strin	gs set in we	11)						Direction		•	<u> </u>	Yes (Submi	t copy)	·
Hole Size	Size/G	rade	Wt. (#/fi	:.) :	Гор (MD)	Bottom (N	AD)		ementer epth		of Sk			irry Vol. (BBL)	Сеп	nent Top*		Amount Pulled
20"	14" ST	_ +	36.7#			40'		28 SX										
12 1/4" 7 7/8"	9 5/8" J	-	1.6#	<del>                                     </del>		2,870' 10,925'				695 S							•	
	1	-	1.017	-		10,323				2,100	οΛ			<del>.</del>		-		
																		<del></del>
24. Tubing	Record																	
Size		Set (MD	) Pa	cker Dep	th (MD)	Size		Depth Se	et (MD)	Packer 1	Depth	(MD)		Size	Dep	th Set (MD)	- I	Packer Depth (MD)
2 3/8" 25. Produc	10,22																	, , , , , , , , , , , , , , , , , , , ,
	Formatic			-	Гор	Bottom			rforation I forated In			S	ize	No. I	Holes		Perf.	Status
A) MESA	VERDE			8,696'		10,732'	!	<u>8,696'-1</u>	0,732'			0.36		324		OPEN		
<del>D)</del> —												<u>.</u>					13.75	-
D)	<del></del>					<u></u>	$\neg$	· · · · ·				+			<del>- F</del>	ECE	IVE	<u>.n</u>
27. Acid, F	racture, Tre Depth Inter		ement	Squeeze	, etc.							·		<del>_</del>	L.	1481 2	<u>ار</u> 20	กุจ
8,696'-10,		I V #1		PMP 1	4,413 BBI	LS SLICK H2	20 &	529.569				ype of M D	ateria	<u> </u>		JAI1 E		
															DIV.	OF OIL, G	& ZA	MINING
				<u>.</u>														
28. Product	ion - Interv	al A																
Date First Produced	Test Date	Hours Tested	Test	luction	Oil BBL	Gas MCF	Wat BBI		Oil Grav		Ga		Рг	oduction M	ethod			
12/28/08	1/6/09	24`		_	2,375	1,339	55		Corr. A.P	1	Gr	avity	F	LOWS FF	ROM W	/ELL		
Choke	Tbg. Press.	Csg.	24 F		Oil	Gas	Wat		Gas/Oil		-w	ell Status		<del>_</del>				***
Size	Flwg. SI	Press.	Rate		BBL	MCF	BBI	BBL Ratio PRODUCING GAS WELL										
18/64 28a. Produc	375#	1,850#	#		2,375	1,339	55	2			' '		21140	GAS WE				
Date First		Hours	Test		Oil	Gas	Wat		Oil Grav		Ga		Pr	oduction M	ethod			n <del></del> .
Produced		Tested	Prod	uction	BBL	MCF	BBI		Сотт. АР	I	Gr	avity						
Choke Size	Tbg. Press. Flwg.	Csg. Press.	24 H Rate		Oil BBL	Gas MCF	Wat BBL		Gas/Oil Ratio		We	ell Status	, , , , , , , , , , , , , , , , , , ,					
	SI			<b>&gt;</b>				-								REC	EI	VED
*(See instr	uctions and	spaces fo	r additi	onal dat	A on page 2	<u></u>	<u> </u>		Ц					<u>.</u> .		- 1421		

28b. Prod	luction - Inte	erval C	5	lo :-					•••			
Produced	Test Date	Hours Tested	Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method			
Choke Size	Tbg. Press Flwg. SI	Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status				
	uction - Inte			0.11	la							
Produced	Test Date	Tested	Test Production	Oil BBL	Gas MCF	Water BBL	Oil Gravity Corr. API	Gas Gravity	Production Method			
Choke Size	Tbg. Press. Flwg. SI	Csg. Press.	24 Hr. Rate	Oil BBL	Gas MCF	Water BBL	Gas/Oil Ratio	Well Status	Well Status			
29. Dispo	sition of Ga	s (Solid, us	ed for fuel, ve	nted, etc.,	)	1		-				
SOLD				_								
Show	ill important ng depth int	t zones of 1	(Include Aqui porosity and co d, cushion use	ontents th	ereof: Cored ol open, flow	intervals and all ing and shut-in p	drill-stem tests, pressures and	31. Formati	on (Log) Markers			
For	nation	Тор	Bottom		Den	criptions, Conte			N	Тор		
		ТФР	Bottom		Des	eripuons, come	nus, etc.		Name			
GREEN RIV BIRDS NES MAHOGAN WASATCH MESAVERE	Y	2,006' 2,322' 2,844' 5,513' 8,681'	8,415' 10,733'									
32. Additi	Onal remark	s (include	plugging proc	edure):					,			
Elect	trical/Mecha	nical Logs	(1 full set req'd	)		appropriate box Geologic Report	☐ DST Re	port	☐ Directional Survey			
			and coment ver			Core Analysis	Other:					
					mation is com	plete and correc			cords (see attached instructions)	)*		
			EILA UPCH	UsiO A	am	(110)	-	TORY ANALY	ST			
Si <sub>2</sub>	gnature	16			Jus	4/U	Date 01/20/2009	<del></del> -				
Title 18 U.s	S.C. Section	1001 and	Title 43 U.S.C	. Section	1212, make i	t a crime for any	person knowingly a	and willfully to 1	make to any department or agen	cy of the United States any		

Sundry Number: 33804 API Well Number: 43047404060000 FEDERAL APPROVAL OF THIS ACTION IS NECESSARY

	STATE OF UTAH		FORM 9			
1	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MININ		5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-3894			
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE					
	oposals to drill new wells, significantly de reenter plugged wells, or to drill horizonta n for such proposals.		7.UNIT or CA AGREEMENT NAME:			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SANTIO 4-191X (RIGSKID)			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		<b>9. API NUMBER:</b> 43047404060000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	P h Street, Suite 600, Denver, CO, 80217 3	<b>HONE NUMBER:</b> 779 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0494 FNL 0609 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NWNW Section:	HIP, RANGE, MERIDIAN: 04 Township: 09.0S Range: 21.0E Meridi	an: S	STATE: UTAH			
11. CHEC	K APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPOF	RT, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
✓ NOTICE OF INTENT	ACIDIZE	ALTER CASING	CASING REPAIR			
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
171372013	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
Report Date:	WILDCAT WELL DETERMINATION	OTHER	OTHER:			
12. DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show all	nertinent details including dates, o	denths, volumes, etc.			
l .	ests authorization to plug and		Accepted by the			
	ached plug and abandonment		: 전기 시간 전기 시간 프로그램 보고 있는 시간 시간 프랑스 - 스타이 시간 프			
			Date: January 31, 2013			
			By: Der K Out			
NAME (PLEASE PRINT)	PHONE NUMBER	R TITLE				
Jaime Scharnowske	720 929-6304	Regulartory Analyst				
SIGNATURE N/A		<b>DATE</b> 1/15/2013				

Sundry Number: 33804 API Well Number: 43047404060000

SANTIO 4-191X 494' FNL & 609' FWL NWNW LOT 4, SEC.4, T9S, R21E Uintah County, UT

 KBE:
 4690'
 API NUMBER:
 4304740406

 GLE:
 4672'
 LEASE NUMBER:
 1420-H623894

**TD:** 10,925' **PBTD:** 10,864'

CASING: 12 1/4" hole

9.625" 36# J-55 @ 2870'

Cmt w/ 695 sx

7.875" hole

4.5" 11.6# I-80 @ 10,925' TOC @ Surface per CBL

**PERFORATIONS:** Mesaverde 8696' – 10,732'

**TUBING:** EOT @ 10,246' (per completion report dated 12/26/08)

Tubular/Borehole			Burst psi	Capacities	acities			
	inches	psi		Gal./ft.	Cuft/ft.		Bbl./ft.	
2.375" 4.7# J-55 tbg.	1.901	8100	7700	0.1624	(	0.02171	0.00387	
4.5" 11.6# I-80	3.875	6350	7780	0.6528		0.0872	0.0155	
9.625" 36# J-55	8.765	2020	3520	3.247		0.434	0.0773	
Annular Capacities								
2.375" tbg. X 4 ½" 11.	.6# csg		0.4227	0.0565		0.01		
4.5" csg X 9 5/8" 36#	csg	2.227	0.2977	0.053				
4.5" csg X 7.875 bore	hole		1.704	0.2278	0.0406			
9.625" csg X 12 1/4" I	oorehole			2.3428	0.3132	0.0558		

## **GEOLOGIC INFORMATION:**

Formation Depth to top, ft. Uinta Surface Green River 2006' Bird's Nest 2322' Mahogany 2844' Base of Parachute 3842' Wasatch 5513' Mesaverde 8681'

Tech. Pub. #92 Base of USDW's

USDW Elevation ~4500' MSL USDW Depth ~190' KBE

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### SANTIO 4-191X PLUG & ABANDONMENT PROCEDURE

### GENERAL

- H2S MAY BE PRESENT. CHECK FOR H2S AND TAKE APPROPRIATE PRECAUTIONS.
- CEMENT QUANTITIES BELOW ASSUME NEAT CLASS G, YIELD 1.145 CUFT./SX. IF A DIFFERENT PRODUCT IS USED, WELLSITE PERSONNEL ARE RESONSIBLE FOR CORRECTING QUANTITIES TO YIELD THE STATED SLURRY VOLUME. WHEN SQUEEZING, INCLUDE 10% EXCESS PER 1000' OF DEPTH.
- TREATED FRESH WATER WILL BE PLACED BETWEEN ALL PLUGS INSTEAD OF BRINE.
- ALL DISPLACEMENT FLUID SHALL CONTAIN CORROSION INHIBITOR AND BIOCIDE. PREMIX 5
  GALLONS PER 100 BBLS FLUID.
- NOTIFY BLM 24 HOURS BEFORE MOVING ON LOCATION.
- A GPS READING WILL NEED TO BE TAKEN AT THE WELL SITE AND RECORDED IN OPENWELLS.
   PLEASE TAKE IT TO THE 6TH DECIMAL PLACE.

### **PROCEDURE**

Note: Approx. 333 sx Class "G" cement needed for procedure, (1) 4.5" CIBP + (1) 4.5" CICR.

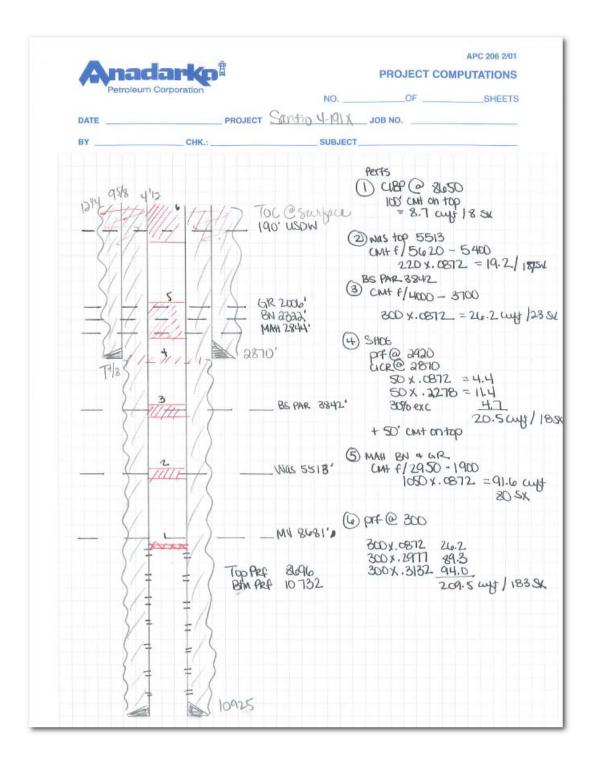
Note: No Gyro has not been run on this well.

- 1. A GPS READING WILL NEED TO BE TAKEN AT THE WELL SITE AND RECORDED IN OPENWELLS. PLEASE TAKE IT TO THE 6TH DECIMAL PLACE.
- 2. MIRU. KILL WELL AS NEEDED. ND WH, NU AND TEST BOPE.
- 3. PULL TBG. RU WIRELINE AND MAKE A GAUGE RING RUN TO CHECK FOR FILL. RUN GYRO SURVEY.
- 4. PLUG #1, ISOLATE MV PERFORATIONS (8696' 10,732'): RIH W/ 4 ½" CIBP. SET @ ~8650'. RELEASE CIBP, PUH 10', BRK CIRC W/ FRESH WATER. RELEASE CIBP, PUH 10', BRK CIRC W/ FRESH WATER. DISPLACE A MINIMUM OF 8 SX / 1.6 BBL / 8.7 CUFT. ON TOP OF PLUG. PUH ABOVE TOC (~8550'). REVERSE CIRCULATE W/ TREATED WATER.
- 5. PLUG #2, PROTECT TOP OF WASATCH (5513'): PUH TO ~5620'. BRK CIRC W/ FRESH WATER. DISPLACE 17 SX / 3.4 BBL / 19.2 CUFT. AND BALANCE PLUG W/ TOC @ ~5400' (220' COVERAGE). PUH ABOVE TOC. REVERSE CIRCULATE W/ TREATED WATER.
- 6. PLUG #3, PROTECT BASE OF PARACHUTE (~3842'): PUH TO ~4000'. BRK CIRC W/ FRESH WATER. DISPLACE 23 SX / 4.7 BBL / 26.2 CUFT. AND BALANCE PLUG W/ TOC @ ~3700' (300' COVERAGE). PUH ABOVE TOC. REVERSE CIRCULATE W/ TREATED WATER.
- 7. PLUG #4, PROTECT SURFACE CASING SHOE (2426'): RIH W/ WIRELINE & PERFORATE @ 2920' W/ 4 SPF. POOH. PU & RIH W/ 4 ½" CICR, SET @ 2870'. RIH W/ TBG & STING INTO CICR & SQUEEZE PERFS W/ APPROXIMATELY 18 SX / 3.7 BBL / 20.5 CUFT OR SUFFICIENT VOLUME TO FILL CSG & ANNULUS TO 2870'. STING OUT OF CICR AND SPOT 4 SX / 0.8 BBL / 4.4 CUFT. CMT ON TOP OF CICR. BRK CIRC W/ FRESH WATER. POOH ABOVE TOC (~2820'). REVERSE CIRCULATE W/ TREATED FRESH WATER.
- 8. PLUG #5, PROTECT TOP OF MAHOGANY (2844'), TOP OF BIRD'S NEST (~2322'), & TOP OF GREEN RIVER (2006'): PUH TO ~2950'. BRK CIRC W/ FRESH WATER. DISPLACE 80 SX / 16.3 BBL / 91.6 CUFT. AND BALANCE PLUG W/ TOC @ ~1900' (1050' COVERAGE). PUH ABOVE TOC. REVERSE CIRCULATE W/ TREATED WATER.
- 9. PLUG #6, PROTECT BASE OF USDW (~190') & FILL SURFACE HOLE: POOH. RIH W/ WIRELINE, PERFORATE @ 300' W/ 4 SPF. POOH W/ WIRELINE. RU CEMENT SERVICE TO PROD CSG. PUMP 183 SX / 37.3 BBL / 209.5 CUFT. OR SUFFICIENT VOLUME TO FILL ANNULUS AND CASING TO SURFACE. (SIGNIFICANTLY LESS CEMENT MAY BE NEEDED ON THIS STEP, THE CEMENT CALCULATION USED IS TO ENSURE THE WELLBORE AND BOTH CSG ANNULI ARE FILLED WITH CEMENT.)

Sundry Number: 33804 API Well Number: 43047404060000

- 10. CUT OFF WELLHEAD AND INSTALL MARKER PER BLM GUIDELINES.
- 11. RDMO. TURN OVER TO OPERATIONS FOR SURFACE REHAB. SURFACE RECLAMATION TO BE PERFORMED IN ACCORDANCE TO REGULATIONS.

ALM 11/28/12



Sundry Number: 68598 API Well Number: 43047404060000

	STATE OF UTAH		FORM 9				
ı	DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS, AND MI		5.LEASE DESIGNATION AND SERIAL NUMBER: 14-20-H62-3894				
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE						
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME:				
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: SANTIO 4-191X (RIGSKID)				
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047404060000				
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 17 3779 720 929-	9. FIELD and POOL or WILDCAT: 65NATERAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0494 FNL 0609 FWL			COUNTY: UINTAH				
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 04 Township: 09.0S Range: 21.0E Me	eridian: S	STATE: UTAH				
11. CHECI	K APPROPRIATE BOXES TO INDICA	ATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA				
TYPE OF SUBMISSION		TYPE OF ACTION					
	ACIDIZE	ALTER CASING	CASING REPAIR				
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME				
Approximate date work will start.	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION				
12/23/2015	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK				
 	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION				
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON				
DRILLING REPORT	L TUBING REPAIR		☐ WATER DISPOSAL ☐				
Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION				
	WILDCAT WELL DETERMINATION	OTHER	OTHER:				
The SANTIO 4-191	COMPLETED OPERATIONS. Clearly show IX well was returned to pro Thank you.	oduction on 12/23/2015.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY December 29, 2015				
NAME (PLEASE PRINT) Jennifer Thomas	<b>PHONE NUM!</b> 720 929-6808	BER TITLE Regulatory Specialist					
SIGNATURE N/A		<b>DATE</b> 12/28/2015					